

REPUBLIC OF KENYA

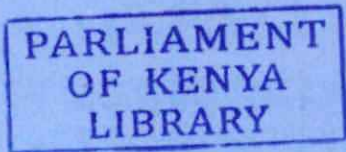
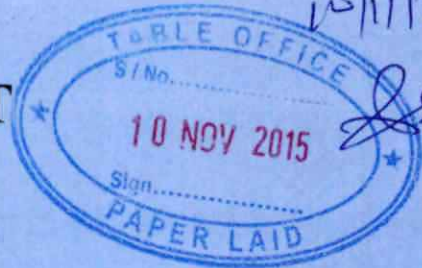


KENYA NATIONAL AUDIT OFFICE

*Paper laid  
By the leader  
of majority  
party, Hon. Alan  
Dunne on*

*insider  
18/11/2015*

REPORT



OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF  
CONSTITUENCIES DEVELOPMENT FUND-  
MUHORONI

FOR THE YEAR ENDED  
30 JUNE 2014

# REPUBLIC OF KENYA

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P.O. Box 30084-00100  
NAIROBI

## KENYA NATIONAL AUDIT OFFICE

### REPORT OF THE AUDITOR-GENERAL ON CONSTITUENCIES DEVELOPMENT FUND - MUHORONI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2014

#### REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund-Muhoroni Constituency set out on pages 6 to 21, which comprise statement of financial assets as at 30 June 2014, and statement of receipts and payments, statement of cash flows and summary statement of appropriation recurrent and development 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 the Public Audit Act, 2003 and submit the report in compliance with Article 229 (7) of the Constitution of Kenya. The audit was conducted in accordance with International Standards on Auditing. 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 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 the 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. Re-allocation of Funds without Approval**

During the year under review, Muhoroni CDF re-allocated funds totalling Kshs.41,659,336 approved by the CDF Board to other projects without seeking approval of the Board. The Constituency Development Fund Committee minutes indicate that the funds for the previous projects were re-allocated when the current CDFC members were appointed into office. No approval for the change of activity was availed for audit verification as required by the CDF Act, 2013 and CDF Board circulars.

#### **2. Poor Workmanship on CDFC Funded Projects**

##### **(i) Construction of Two Classrooms and Administration Block at Mutwala Girls Secondary School**

During the year under review, a contractor was awarded a contract to build two classrooms and an administration block at Mutwala Girls Secondary School at a cost of Kshs.3,696,804. However, the contractor was paid a total of Kshs.3,790,134 leading to overpayment by Kshs.93,330 without any variation order. Further an Inspection and Acceptance Committee was not appointed for this project.

Physical verification of the completed work revealed that the walls of the building had developed several cracks and the poorly finished floors had so many patches and holes, evidence of poor workmanship.

##### **(ii) Construction of Dormitory at St. Rita Girls Secondary School**

During the year under review, a contractor was awarded a contract to build a double storey dormitory building at St.Rita Girls secondary school at a contract sum of Kshs.7,186,896. Physical verification of the project revealed that the completed ground floor of the building and cubicles walls in the dormitory had very big cracks and two of such had even collapsed and were to be built again by the workers on site.

There was no evidence to show that the CDFC monitored the projects during the implementation resulting to poor workmanship by the contractors.

### **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 Muhoroni Constituency Development Fund as at 30 June 2014, and

of its financial performance and of its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with Public Finance Management Act, 2012 and the CDF Act, 2013.



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

**Nairobi**

**12 August 2015**



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**CONSTITUENCIES DEVELOPMENT FUND – MUHORONI  
CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2014**

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

CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY  
Reports and Financial statements  
For the year ended June 30, 2014

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## **CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

### **Reports and Financial statements**

**For the year ended June 30, 2014**

## **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 CDF Act 2013 aligns the Fund with the Constitution of Kenya 2010 and the Public Finance Management Act 2012 that lay emphasis on citizen participation in public finance management and decision making, transparency and accountability together with equity in public resource utilization. The overall management of the Fund is the responsibility of the Constituencies Development Fund Board

### **b) Key Management**

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

- a) Constituencies Development Fund Board (CDFB)
- b) Constituency Development Fund Committee (CDFC)

### **c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2014 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	Chief Executive Officer	<b>Yusuf Mbuno</b>
2	Fund Account Manager	<b>Henry S. J. Opilo</b>
3.	District Accountant	<b>James Mtekwa</b>

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
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**d) Fiduciary Oversight Arrangements**

CDFC Members as gazetted

	<b>NAME</b>	<b>ID NUMBER</b>	<b>POSITION</b>
1.	John Okwama Ngere	3950098	Chairman
2.	James Muga Opiyo	24376141	Member
3.	Paul Oloo Aluoch	6794269	Member
4.	Seline Chepkorir	21046202	Member
5.	Jane A. Achieng'	9181235	Member
6.	Eunice Adhiambo Odago	2557305	Member
7.	Hamid Ismail Ahmed	27744169	Member
8.	Samson O. Adero	2579696	Member
9.	Solomon Abwaku	9148897	Member(Deputy County Commissioner)
10.	Henry Opilo	13660781	Secretary (Fund Account Manager)

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
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**For the year ended June 30, 2014**

**e) Entity Headquarters**

Muhoroni CDF  
P O. Box 60,  
Chemelil  
Kisumu Sugar Belt Union offices  
Awasi- Nandi Hills Highway  
Kisumu,  
Kenya

**f) Entity Contacts**

Telephone: 0721 967624  
E-mail: Muhoroni cdf@go.ke  
Website: www.go.ke

**g) Entity Bankers**

Kenya Commercial Bank  
Muhoroni Branch  
A/C NO.1104058669  
P.O. Box 113,  
Muhoroni

**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

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
**Reports and Financial statements**  
**For the year ended June 30, 2014**

**STATEMENT OF CONSTITUENCY 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 by the Public Sector Accounting Standards Board of Kenya from time to time.


The Fund Account Manager in charge of the Muhoroni *CDF* is responsible for the preparation and presentation of the Constituency's financial statements, which give a true and fair view of the state of affairs of the Constituency as at the end of the financial year ended on June 30, 2014. 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 constituency; (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 constituency; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

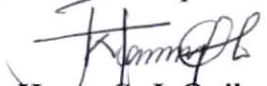
The Fund Account Manager in charge of the Muhoroni *CDF* accepts responsibility for the Constituency's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS) and relevant legal framework of the Government of Kenya. The Fund Account Manager is of the opinion that the Muhoroni *CDF* financial statements give a true and fair view of the state of Constituency's transactions during the financial year ended June 30, 2014, and of the Constituency's financial position as at that date. The Fund Account Manager in charge of the Muhoroni *CDF* further confirms the completeness of the accounting records maintained for the Constituency, which have been relied upon in the preparation of the Constituency financial statements as well as the adequacy of the systems of internal financial control.

The Fund Account Manager in charge of the Muhoroni *CDF* confirms that the entity has complied fully with applicable Government Regulations and that the Constituency'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 Fund Account Manager confirms that the Constituency'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 Muhoroni *CDF* financial statements were approved and signed on 30<sup>th</sup> September 2014.

  
**John Okwama Ngere**  
**Chairman - CDFC**

  
**Henry S. J. Opilo**  
**Fund Account Manager**

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
**Reports and Financial statements**  
**For the year ended June 30, 2014**

**I. STATEMENT OF RECEIPTS AND  
PAYMENTS FOR THE YEAR ENDED 30.06.2014**

		2013-2014 Kshs	2012-2013 Kshs
<b>RECEIPTS</b>	<b>NOTE</b>		
Transfers from CDF board-AIEs' Received	1	72,536,091.60	92,015,872
Proceeds from Sale of Assets		-	
Other Receipts	2	800,000.00	
<b>TOTAL RECEIPTS</b>		<b>73,336,091.60</b>	<b>92,015,872</b>
<b>PAYMENTS</b>			
Compensation of Employees	3	1,361,000.00	1,116,500
Use of goods and services	4	5,725,896.30	8,114,826
Committee meeting allowances	5	2,610,000.00	2,440,000
Transfers to Other Government Units	6&16	24,948,933.50	58,308,829
Other grants and transfers	7&17	15,963,641.40	20,925,122
Social Security Benefits	8	116,940.00	
Acquisition of Assets	9&18	8,702,040.54	24,070,766
		-	
<b>TOTAL PAYMENTS</b>		<b>59,428,451.74</b>	<b>114,976,043</b>
<b>SURPLUS/DEFICIT</b>		<b>13,907,639.86</b>	<b>-22,960,171</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 30th September 2014 and signed by:

  
.....  
FUND ACCOUNT MANAGER

  
.....  
CHAIRMAN CDFC


**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY****Reports and Financial statements****For the year ended June 30, 2014****II. STATEMENT OF FINANCIAL ASSETS AS AT 30.06.2014**

	NOTE	2013-2014 Kshs	2012-2013 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10	19,484,149.00	4,398,568.03
Outstanding Imprests	11	214,047.00	-
Cash Equivalents ( e.g. sale of tender doc held in bankers cheque )	12		
<b>TOTAL FINANCIAL ASSETS</b>		<u>19,698,196.00</u>	<u>4,398,568.03</u>

**REPRESENTED BY**

<b>Fund balance b/fwd 1st July 2013</b>	12	4,490,755.95	27,358,739.03
<b>Surplus/Deficit for the year ( from stm of receipt &amp; expenditure)</b>		13,907,639.86	-22,960,171.00
<b>Prior year adjustments</b>	13	<u>(1,299,800.19)</u>	
<b>NET ASSETS</b>		<u>19,698,196.00</u>	<u>4,398,568.03</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 30.9.2014 and signed by:

  
.....  
FUND ACCOUNT MANAGER

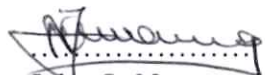
  
.....  
CHAIRMAN CDFC


**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
**Reports and Financial statements**  
**For the year ended June 30, 2014**

**III. SUMMARY STATEMENT OF APPROPRIATION FOR YEAR ENDED 30<sup>TH</sup> JUNE 2014**

Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization Difference to Final Budget
	a	b	c=a+b	d	e=c-d	f=d/c %
Compensation of Employees	1,361,000	-	1,361,000	1,361,000.00	-	100%
Use of goods and services	1,670,620	-	1,670,620	5,725,896.30	4,055,276	343%
Committee Members Expenses	1,074,070	-	1,074,070	2,610,000.00	1,562,930	243%
Transfers to Other Government Units	30,696,277	-	30,696,277	24,948,933.50	-5,747,343	81%
Other grants and transfers	38,772,832	-	38,772,832	15,963,641.40	-22,809,191	41%
Social Security Benefits	116,940.00	-	116,940.00	116,940.00	-	100%
Acquisition of Assets	1,500,000	-	1,500,000	8,702,040.54	7,202,040	580%
Other Payments						
<b>TOTALS</b>	<b>75,191,739</b>		<b>75,191,739</b>	<b>59,428,452</b>	<b>-15,763,387</b>	

The entity financial statements were approved on 30th September 2014 and signed by:

  
 John O. Ngere  
 Chairman CDFC

  
 Henry Opilo  
 Fund Account Manager

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
**Reports and Financial statements**  
**For the year ended June 30, 2014**

**MUHORONI CONSTITUENCY DEVELOPMENT FUND**  
**CASHFLOW STATEMENT FOR PERIOD ENDED 30.06.2014**

		<b>2013-2014</b>	<b>2012-2013</b>
<b>Receipts for operating Activities</b>	NOTE		
Transfers from Other Government Entities	1	72,536,091.60	92,015,872
Other Revenues	2	<u>800,000.00</u>	<u>0</u>
		<b>73,336,091.60</b>	<b>92,015,872</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	3	1,361,000.00	1,116,500
Use of goods and services	4	5,725,896.30	7,114,826
Committee Expenses	5	2,610,000.00	2,440,000
Transfers to Other Government Units	6	24,948,933.50	59,308,829
Other grants and transfers	7	15,963,641.40	20,925,122
Social Security Benefits	8	116,940.00	
Other Expenses		<u>-</u>	<u>-</u>
<b>Adjusted for:</b>		<b>29,728,900.85</b>	<b>90,905,277</b>
Adjustments during the year	13	(1,299,800.19)	
<b>Net cash flow from operating activities</b>		<b>44,906,990.94</b>	<b>1,110,595.00</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets		-	
Acquisition of Assets	9	8,702,040.54	24,070,766
<b>Net cash flows from Investing Activities</b>		<b>29,699,550.89</b>	<b>24,070,766</b>
<b>CASHFLOW FROM FINANCING ACTIVITIES</b>			
<b>Net cash flow from financing activities</b>			-
<b>NET INCREASE/ IN CASH AND CASH EQUIVALENT</b>		<b>15,207,440.05</b>	<b>-22,960,171</b>
<b>Cash and cash equivalent at beginning of the year</b>		<b>4,490,756.06</b>	<b>27,358,739.03</b>
<b>Cash and cash equivalent at end of the year</b>		<b>19,698,196.11</b>	<b>4,398,568.03</b>

## **CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

### **Reports and Financial statements**

**For the year ended June 30, 2014**

#### **VI. SIGNIFICANT ACCOUNTING POLICIES**

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

##### **a) 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 and relevant legal framework of the Government of Kenya. 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 Constituency and all values are rounded to the nearest thousand (Kshs'000). 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 Constituency.

##### **b) Recognition of revenue and expenses**

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

##### **c) In-kind contributions**

In-kind contributions are donations that are made to the Constituency 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 Constituency 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.

##### **d) 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 various commercial banks at the end of the financial year. For the purposes of these financial statements, cash

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
**Reports and Financial statements**  
**For the year ended June 30, 2014**

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.

**e) Receivables and payables**

Receivables are funds due to the Constituency at the end of the financial year from the CDF Board and other sources but not yet received while payables are funds due to other parties at the end of the financial year but not yet paid. As receivables and payables do not involve the receipt or payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the Constituency at the end of the year. When the receivables or payables are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

**f) 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 Constituency'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 Constituency's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

**g) Comparative figures**

This is the first year the Constituency is preparing financial statements and hence we do not have comparative figures.

**h) 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, 2014.

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

**Reports and Financial statements**

**For the year ended June 30, 2014**

**I NOTES TO THE FINANCIAL STATEMENTS**

**GFS CODES**

**1330400 NOTE 1 TRANSFERS FROM CDF BOARD**

	Description	2013 - 2014 Kshs	2012-2013 Kshs	
1330407	Normal Allocation	AIE NO A711983	28,876,755.60	38,356,535.50
		AIE NO A709872	2,000,000.00	47,659,336.50
		AIE NO A654364	41,659,336.00	6,000,000.00
1330408	Conditional grants	AIE NO.	-	-
		AIE NO...	-	-
		TOTAL	72,536,091.60	92,015,872

**1400000 NOTE 2 OTHER REVENUES**

	2013 - 2014 Kshs	2012-2013 Kshs
1410107 Interest Received		
1410405 Rents		
1420601 Sale of tender documents		
Other Receipts Not Classified		
1450207 Elsewhere		
<b>Total</b>	<u>800,000.00</u> 800,000.00	<u>0</u> 0

**2110000 NOTE 3 COMPENSATION OF EMPLOYEES**

	2013 - 2014 Kshs	2012-2013 kshs
2110201 Basic wages of contractual employees	1,361,000 00	1,116,500
2110202 Basic wages of casual labour	-	
2110301 House allowance	-	
2110314 Transport allowance	-	
2110320 Leave allowance	-	
2110326 Other personnel payments		
<b>Total</b>	<b>1,361,000.00</b>	<b>1,116,500</b>

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

**Reports and Financial statements**

**For the year ended June 30, 2014**

**2200000 NOTE 4 USE OF GOODS AND SERVICES**

		<b>2013 - 2014</b>	<b>2012-2013</b>
		<b>Kshs</b>	<b>Kshs</b>
2210100	Utilities, supplies and services	8,000.00	
2210104	Office rent	-	52,500
2210200	Communication, supplies and services	288,000.00	288,000
2210300	Domestic travel and subsistence	-	
2210500	Printing, advertising and information supplies & services	150,800.00	
2210600	Rentals of produced assets	-	
2210700	Training expenses	-	
2210800	Hospitality supplies and services	-	
2210900	Insurance costs	-	
2211000	Specialized materials and services	-	
2211100	Office and general supplies and services	772,453.00	746,330
2211200	Fuel ,oil & lubricants	650,000.00	2,900,000
2211300	Other operating expenses	-	4,127,996
2220100	Routine maintenance – vehicles and other transport equipment	3,856,643.30	
2220200	Routine maintenance – other assets	-	
	<b>TOTAL</b>	<b>5,725,896.30</b>	<b>8,114,826</b>

**2210800 NOTE 5 CDFC EXPENSES**

	<b>Description</b>	<b>2013 - 2014</b>	<b>2012-2013</b>
		<b>Kshs</b>	<b>Kshs</b>
2210802	Other committee expenses	642,000.00	1,000,000
2210809	Committee allowance	1,968,000.00	1,440,000
	<b>TOTAL</b>	<b>2,610,000.00</b>	<b>2,440,000</b>

**2630200 NOTE 6 TRANSFER TO OTHER GOVERNMENT ENTITIES  
(See note 16)**

	<b>Description</b>		<b>2013 - 2014</b>	<b>201-2013</b>
			<b>Kshs</b>	<b>Kshs</b>
2630204	Transfers to primary schools			22,985,750
2630205	Transfers to secondary schools	16.1	24,098,933.50	20,558,079
2630206	Transfers to Tertiary institutions	16.2	850,000.00	5,715,000
2630207	Transfers to Health institutions			9,050,000
	<b>TOTAL</b>		<b>24,948,933.50</b>	<b>58,308,829</b>

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

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2640000 NOTE 7		OTHER GRANTS AND OTHER PAYMENTS (See note 17)		2013 - 2014 Kshs	2012-2013 kshs
		Sub note			
2640101	Bursary –Secondary	17.1		7,308,544.00	5,265,122
2640102	Bursary -Tertiary				
2640104	Bursary-Special schools				
2640105	Mocks & CAT				
2640504	Water	17.2		1,167,459.40	9,000,000
2640505	food security				
2640506	Electricity	17.3		69,969.00	
2640507	Security	17.4		1,098,827.00	2,750,000
2640508	Roads	17.5		4,916,062.00	800,000
2640509	Sports	17.6		404,020.00	
2640510	Environment				3,030,000
2640200	Emergency Projects	17.7		998,760.00	80,000
	<b>Total</b>			<b>15,963,641.40</b>	<b>20,925,122</b>
2120000 NOTE 8				2013 - 2014 Kshs	2012-2013 kshs
2120101	Employer contribution to NSSF			116,940.00	0
				<b>116,940.00</b>	<b>0</b>
3100000 NOTE 9		ACQUISITION OF ASSETS		2013 - 2014 Kshs	2012-2013 Kshs
	<u>Non Financial Assets</u>	Sub note			
3110102	Purchase of Buildings				
3110202	Construction of Buildings	18		8,702,040.54	19,170,766
3110302	Refurbishment of Buildings				
3110701	Purchase of Vehicles				4,900,000
3110704	Purchase of Bicycles & Motorcycles				
3110801	Overhaul of Vehicles				
3111001	Purchase of Office furniture and fittings				
3111002	Purchase of computers ,printers and other IT equipments				
3111005	Purchase of photocopier				
3111009	Purchase of other office equipments				
3111112	Purchase of soft ware				
3130101	Acquisition of Land				
	<b>Total</b>			<b>8,702,040.54</b>	<b>24,070,000</b>

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
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**NOTE 10 BANK BALANCES**

Name of Bank, Account No. & currency	2013 - 2014	2012-2013
	Kshs	Kshs
Kenya Commercial Bank, Muhoroni A/C1104058669	19,484,149.00	4,398,568.03
	-	
<b>Total</b>	<b>19,484,149.00</b>	<b>4,398,568.03</b>

**NOTE 11 OUTSTANDING IMPRESTS**

<i>Name of Officer or Institution</i>	<i>Amount Taken</i>	<i>Balance</i>
	<i>Kshs</i>	<i>Kshs</i>
Name of Officer. <b>Henry Opilo</b>		214,047
Name of Officer		
Name of Officer		
Name of Officer		
Name of Officer		
Name of Officer		
<b>Total</b>		<b>214,047</b>

**NOTE 12 BALANCES BROUGHT FORWARD**

	2013 - 2014	2012-2013
	Kshs	Kshs
Bank accounts	4,398,568.06	27,358,739.03
Cash in hand	-	
Cash equivalents (short-term deposits)	-	
Imprest	92,188.00	
Receivables	-	
Payables	-	
<b>Total</b>	<b>4,490,756.06</b>	<b>27,358,739.03</b>

*[Provide short appropriate explanations as necessary]*

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**  
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**NOTE 13**

**PRIOR YEAR ADJUSTMENTS**

	2013 - 2014 Kshs	2012-2013 Kshs
Bank accounts	-	-
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Imprest	-	-
Receivables	-	-
Payables	-	-
Others	(1,299,800.19)	-
<b>Total</b>	<b>(1,299,800.19)</b>	<b>-</b>

The figure of sh 1,299,800 19 is as a result of cash book adjustments for reconciling items i.e the adjustments led to a reduction in cashbook bank balance

14.08.2006	Unposted cheque	200,000.00
15.09.2006	balance overcast	499,800.19
21.12.2006	Unposted cheque cq 627	100,000.00
20.09.2012	nyagoto mixed cq 3600 not posted	500,000.00

**NOTE 14**

**FIXED ASSETS REGISTER**

NAME OF ASSET	COST	CONDITION
Muhoroni constituency office block	17,000,000	Good
Motor grader CAT 140H GKA608V	18,005,520	Good
Toyota Hillux Double Cabin GKB 074C	4,900,000	Good
Motor Cycle	95,000	Good
Assorted office furniture and equipment	268,000	Good
Assorted electronics and computers	112,000	Good

**NOTE 15**

**RECEIVABLES FROM CDF BOARD AND OTHER RECEIVABLES**

AMOUNT	FINANCIAL YEAR
4,655,797.40	2013/2014

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY****Reports and Financial statements****For the year ended June 30, 2014****NOTE 16.1**

<b>No</b>	<b>Payee</b>	<b>Purpose</b>	<b>Amount</b>
1	Nyakoko secondary school	Purchase of school bus	3,705,545.15
2	Mutwala girls sec school	Construction of classes and office block	5,192,904.00
3	St Rita Ramula girls secondary school	Construction of dormitory block	8,283,252.00
4	Arch bishop Okoth secondary school	2No classes, office block and 4 door pit latrine	6,917,232.35
		<b>TOTAL</b>	<b>24,098,933.50</b>

**NOTE 16.2**

Purchase of desks for St. Rita Ramula girls secondary school

Ksh. 850,000

**NOTE 17.1**

Schools and colleges bursary awards 2013-2014

	<b>School/College</b>	<b>No of Students</b>	<b>Amount</b>
1	ACHEGO GIRLS SECONDARY SCHOOL	8	160,000
2	ADONDO MIXED HIGH SCHOOL	1	10,000
3	AGORO SARE HIGH SCHOOL	2	20,000
4	AHERO GIRLS HIGH SCHOOL	2	40,000
5	ALLIANCE GIRLS HIGH SCHOOL	2	249,555
6	ASUMBI HIGH SCHOOL	2	169,200
7	AWASI PAG HIGH SCHOOL	2	40,000
8	AYIECHO NYATAO SEC SCHOOL	7	70,000
9	BARCHANDO GIRLS HIGH SCHOOL	2	20,000
10	BARDING HIGH SCHOOL	2	20,000
11	BISHOP LINUS OKOKO SEC SCHOOL	1	10,000
12	BUNYORE GIRLS HIGH SCHOOL	1	20,000
13	BUTERE GIRLS HIGH SCHOOL	1	73,790
14	CHILCHILA SEC SCHOOL	2	20,000
15	DR.ALOO GUMBI HIGH SCHOOL	2	20,000
16	DR.ELHEFNI REACH OUT SCHOOL	2	20,000
17	EBENEZER CHRISTIAN SCHOOL	2	20,000
18	FR.OUDERAA SCHOOL FOR THE DEAF	2	20,000
19	GENDIA HIGH SCHOOL	2	20,000
20	GOD ABUORO SEC SCHOOL	6	60,000
21	HENRY KOSGEY HIGH SCHOOL	1	20,000
22	HOMA BAY HIGH SCHOOL	1	20,000

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

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23	KAKAMEGA HIGH SCHOOL	2	132,900
24	KANGA HIGH SCHOOL	2	107,200
25	KAPSIGILAL GIRLS HIGH SCHOOL	2	20,000
26	KATOLO MIXED HIGH SCHOOL	2	20,000
27	KIBIGORI MIXED HIGH SCHOOL	4	40,000
28	KIMWANI HIGH SCHOOL	2	20,000
29	KISII HIGH SCHOOL	1	70,000
30	KISUMU BOYS HIGH SCHOOL	2	100,000
31	KISUMU GIRLS HIGH SCHOOL	5	428,370
32	KOLAL MIXED HIGH SCHOOL	1	10,000
33	KORU GIRLS HIGH SCHOOL	6	120,000
34	LELA MIXED HIGH SCHOOL	2	20,000
35	LENANA SCHOOL	1	96,790
36	LUGULU GIRLS HIGH SCHOOL	1	60,510
37	LUTHERAN CHURCH SPECIAL SCHOOL	6	60,000
38	MANGU HIGH SCHOOL	1	53,019
39	MARANDA HIGH SCHOOL	2	111,396
40	MARIWA MIXED HIGH SCHOOL	1	10,000
41	MASENO SCHOOL	2	126,623
42	MASENO SCHOOL FOR THE DEAF	2	20,000
43	MBITA HIGH SCHOOL	5	310,500
44	MIGINGO GIRLS SECONDARY SCHOOL	2	20,000
45	MIWANI SEC SCHOOL	12	120,000
46	MOI GIRL HIGH SCHOOL ELDORET	1	119,832
47	MOI GIRLS HIGH SCHOOL MARSABIT	1	45,311
48	MOI GIRLS VOKOLI	1	20,000
49	MUHORONI SEC SCHOOL	12	120,000
50	MUTWALA GIRLS HIGH SCHOOL	3	30,000
51	MWAI ABIERO OGEN HIGH SCHOOL	2	20,000
52	NAIROBI SCHOOL	1	87,965
53	NAKURU GIRLS HIGH SCHOOL	1	71,995
54	NGENY INTERGRATED SCHOOL	14	140,000
55	NGENY SECONDARY SCHOOL	10	100,000
56	NGENY SPECIAL SCHOOL	1	50,836
57	NGERE KAGORO HIGH SCHOOL	4	80,000
58	NGIYA GIRLS HIGH SCHOOL	5	268,165
59	NORTH EASTERN PROVINCE HIGH SCHOOL	1	53,040
60	NYABONDO BOYS HIGH SCHOOL	3	60,000
61	NYAKACH GIRLS HIGH SCHOOL	6	120,000
62	NYAKOKO MIXED HIGH SCHOOL	22	450,000
63	NYAMARIMBA GIRLS HIGH SCHOOL	2	40,000
64	NYANDO MIXED SEC SCHOOL	3	30,000
65	OGANDE GIRLS HIGH SCHOOL	1	20,000
66	OGINGA ODINGA MIXED SEC SCHOOL	1	10,000
67	OKANJA MIXED SEC SCHOOL	1	10,000
68	OLARE MIXED SCHOOL	2	20,000

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69	OLEMBO BOYS SCHOOL	4	80,000
70	OLIK OLIERO SEC SCHOOL	6	60,000
71	OMBEYI MIXED SEC SCHOOL	21	420,000
72	ONJIKO HIGH SCHOOL	4	80,000
73	ORUGA MIXED SCHOOL	2	20,000
74	OTIENO OYOO SCHOOL	4	80,000
75	OUR LADY OF LOURDES SEC SCHOOL	2	20,000
76	OUR LADY OF PEACE MUHORONI	3	30,000
77	PADRE PIO MASGO GIRLS SCHOOL	1	10,000
78	PALA MIXED SEC SCHOOL	1	10,000
79	PROF AYIECHO OBUMBA SEC SCHOOL	6	60,000
80	RAE GIRLS SEC SCHOOL	1	20,000
81	RAMBA HIGH SCHOOL	1	20,000
82	SAWAGONGO HIGH SCHOOL	1	20,000
83	SHIMO LA TEWA SCHOOL	1	60,380
84	SIGER MIXED SEC SCHOOL	1	20,000
85	SONGHOR SEC SCHOOL	1	10,000
86	ST ANDREWS MASARA HIGH SCHOOL	1	10,000
87	ST ANTHONYS SCHOOL FOR THE DEAF	2	40,000
88	ST AUGUSTINES KANDEGE HIGH SCHOOL	5	50,000
89	ST BARNABAS GIRLS SCHOOL	2	40,000
90	ST BONIFACE MAGARE HIGH SCHOOL	3	60,000
91	ST FRANCIS RANGALA SCHOOL	2	40,000
92	ST JOSEPHS BOYS HIGH SCHOOL	1	51,167
93	ST JOSEPHS BOYS HIGH SCHOOL, RAPOGI	2	40,000
94	ST MARYS LWAK HIGH SCHOOL	2	40,000
95	ST MARYS YALA SCHOOL	2	20,000
96	ST PATRICKS ODUWO SEC SCHOOL	5	50,000
97	ST PAULS CHEMALAL HIGH SCHOOL	1	20,000
98	ST PIUS URIRI SEC SCHOOL	1	20,000
99	ST RITA RAMULA GIRLS SEC SCHOOL	4	80,000
100	ST STEPHENS MENARA HIGH SCHOOL	14	280,000
101	ST THERESAS GIRLS SEC SCHOOL	2	40,000
102	STAREHE BOYS CENTER AND SCHOOL	1	70,000
103	THE SACRED HEART MUKUMU GIRLS HIGH SCHOOL	1	20,000
104	THESSALIA HIGH SCHOOL	1	20,000
105	THUR DIBUORO SEC SCHOOL	3	60,000
106	TUNNEL SEC SCHOOL	3	30,000
107	UPPER HILL SCHOOL	1	20,000
108	USENGE HIGH SCHOOL	1	20,000
	<b>TOTAL</b>		<b>7,308,544</b>

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

**Reports and Financial statements  
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**NOTE 17.2**

No	Payee	Project	Amount
1	Davis and shirtliff	Water pump at CDF office	359,719.00
2	Kodera electrical	Electrical wiring for pump at CDF office	71,618.40
3	MN electrical	Supply and installation of borehole pump	132,000.00
4	Ngere Kagoro water project	Supply and installation of borehole pump	441,722.00
5	Ramula primary school	Repair and test pumping borehole pump	162,400.00
		<b>TOTAL</b>	<b>1,167,459.40</b>

**NOTE 17.3**

Paid KPLC for connection of electricity to primary schools

**NOTE 17.4**

DC/OCPD office furniture	600,000.00
Repair DC'S vehicle (CMC motors)	498,828.00
<b>TOTAL</b>	<b>1,098,827</b>

**NOTE 17.5**

PAYEE	PURPOSE	AMOUNT
Muhoroni sugar company	Transport charge	89,000
Helen n Oburu	Purchase of murrum	250,000
Muhoroni sugar company	Transport charge	600,720
Muhoroni sugar company	Transport charge	298,750
Muhoroni sugar company	Transport charge	220,000
Muhoroni sugar company	Transport charge	450,000
Muhoroni sugar company	Transport charge	517,150
Mantrack Kenya ltd	Repair of caterpillar	634,835
Muhoroni sugar company	Transport charge	265,200
Muhoroni sugar company	Transport charge	210,000
George Atito Fuaye	fuel	800,000
Bernad Otuoma	Purchase of murrum	130,000
Muhoroni sugar company	Transport charge	186,691
payment of casuals	labor	263,716
	<b>TOTAL</b>	<b>4,916,062</b>

**CONSTITUENCIES DEVELOPMENT FUND-MUHORONI CONSTITUENCY**

**Reports and Financial statements**

**For the year ended June 30, 2014**

**NOTE 17.6**

Muhoroni schools activity account	404,020.00
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**NOTE 17.7**

Payment to M/s purve sales for purchase of double Decker beds for St. Rita Ramula girls	998,760.00
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**NOTE 18**

Break down of construction of buildings

No	Project	Amount
1.	CDF office construction	5,367,924.44
2.	CDF office construction	2,209,089.10
3.	Supply and installation of a borehole pump at CDF offices	1,125,027.00
	<b>TOTAL</b>	<b>8,702,040.54</b>