


REPUBLIC OF KENYA



*Enhancing Accountability*



 <b>REPORT</b>	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE:	<b>07 AUG 2024</b> DAY: <b>Afternoon</b>
TABLED BY:	<b>Deputy Leader of Majority Party</b>
CLERK AT THE TABLE:	<b>Benson Inzoru</b>

**OF THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT CONSTITUENCIES  
DEVELOPMENT FUND – HOMA BAY TOWN  
CONSTITUENCY**

**FOR THE YEAR ENDED  
30 JUNE, 2023**



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**HOMA BAY TOWN CONSTITUENCY  
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED  
30<sup>th</sup> JUNE 2023**

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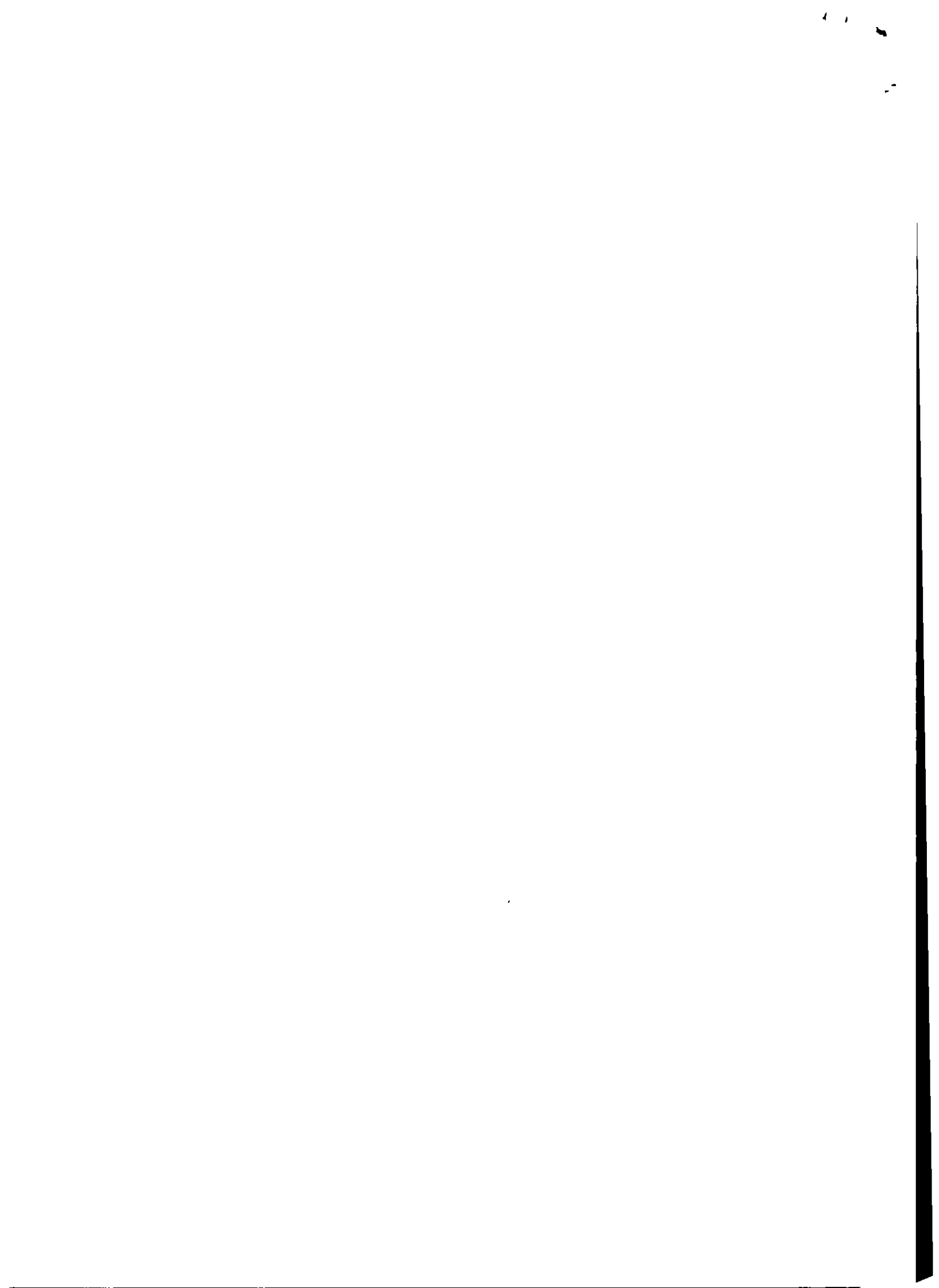
Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS)

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***Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023***

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<b>Table of Content</b>	<b>Page</b>
I. Acronyms and Abbreviations .....	ii
II. Key Constituency Information and Management .....	iii
III. NG-CDFC Chairman's Report .....	vii
IV. Statement Of Performance Against Predetermined Objectives for FY2022/23.....	xiii
V. Statement of Governance.....	xv
VI. Environmental and Sustainability Reporting.....	xv
VII Statement Of Management Responsibilities .....	xxii
VIII. Report Of the Independent Auditors On The NGCDF- Homa Bay Town Constituency..	xxiv
IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023 .....	1
X. Statement Of Assets and Liabilities As At 30 <sup>th</sup> June, 2023 .....	2
XI. Statement Of Cash Flows for The Year Ended 30th June 2023.....	3
XII. Summary Statement of Appropriation for The Year Ended 30 <sup>th</sup> June 2023.....	5
XIII. Budget Execution By Sectors And Projects For The Year Ended 30 <sup>th</sup> June 2023.....	8
XIV. Significant Accounting Policies .....	14
XV Notes To the Financial Statements .....	19
XVI. Annexes .....	30



**I. Acronyms and Abbreviations**

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC- Project Management Committee

FY-Financial Year

## **II. Key Constituency Information and Management**

### **(a) Background information**

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

### **Mandate**

The mandate of the Fund as derived from sec (3) of NG-CDF Act, 2015 is to:

- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;

- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

### **Vision**

Equitable Socio-economic development countrywide

### **Mission**

To provide leadership and policy direction for effective and efficient management of the Fund

### **Core Values**

1. **Patriotism** – we uphold the national pride of all Kenyans through our work
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund
3. **Timeliness** – we adhere to prompt delivery of service
4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

### **Functions of NG-CDF Committee**

The Functions of the NG-CDF Committee is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

#### **(b) Key Management**

The Homa Bay Town Constituency NGCDF day-to-day management is under the following key organs:

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



### **Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	David Agong
2.	Sub-County Accountant	David Odiyo
3.	Chairman NG-CDFC	Harrison Ouko
4.	Member NG-CDFC	Charles Bugo

#### **(c) Fiduciary Oversight Arrangements**

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

#### **(d) Homa Bay Constituency NGCDF Headquarters**

P.O. Box 240-40300  
Kabunde Multipurpose Hall  
Off Homabay -Rongo Road

#### **(e) Homa Bay Town Constituency NGCDF Contacts**

Telephone: (254)729323462  
E-mail: [cdfhomabaytown@ngcdf.go.ke](mailto:cdfhomabaytown@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(f) Homa Bay Town Constituency NGCDF Bankers**

Equity Bank (Kenya) Ltd  
Homabay Branch  
P.O. Box 75104-00200  
Nairobi, Kenya

**(g) Independent Auditors**

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

**(h) Principal Legal Adviser**

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

**NG-CDFC Chairman's Report**



***HARRISON OUKO***

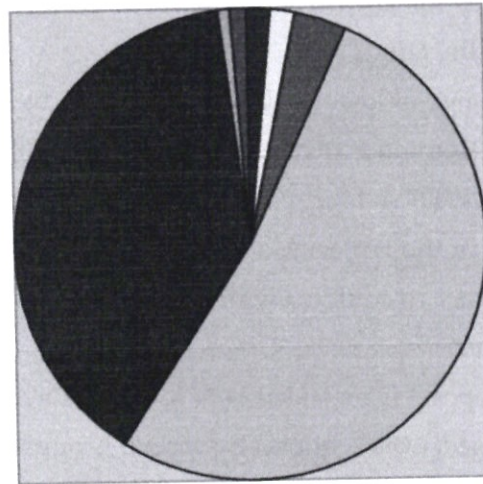
Financial Year 2022/2023 is epochal as it marks the 20<sup>th</sup> year of the existence of the fund. At inception, the fund undertook projects in various sectors covering Education, Health, Water, Agriculture, Security, Roads, Sports, Water and Sanitation. In 2015, the Act was revised to conform to the 2010 Constitution which devolved most of the activities undertaken by the Fund. Basing on that brief background, HomaBay Town NG-CDFC performed functions limited to Education, Security, Sports and Environment from Financial Year 2014/2015 to date. The Fund therefore strives to implement the core National Government infrastructures in the respective areas enumerated above and in accordance to the NG-CDF Act of 2015 and as revised in 2016 and amended in 2022.

In this Financial Year (2022/2023) the approved budget for the HomaBay Town NG-CDF was Ksh. 138,215,033 of which NG-CDF Board disbursed Ksh.91,000,000 (65.8%) of the total approved budget for the financial year to the constituency. By the end of the financial year the Board had not disbursed Kshs. 47,215,033 (34.2%) to the constituency due for the financial year. Further the Board Disbursed Kshs 26,000,000 meant for the previous financial years.

**a) Allocation to Projects**

During the year, the constituency actual receipt stood at Ksh 140,616,100 with Ksh 91,000,000 from original budget, Ksh 23,601,100.13 from opening balance, Ksh 26,000,000 from previous year's outstanding disbursements and Ksh 15,000 from appropriation in aid. The receipt was voted as follows; **52.3%** allocated towards the infrastructural development in government institutions, **38.6%** of the funds was allocated towards other grants and transfers, **3.7%** towards use of goods and services, **1.7%** towards Committee expenses, **1.1%** towards Acquisition of assets, **1.0%** towards other payments and the balance of **1.6%** the funds allocated towards compensation of employees as shown below

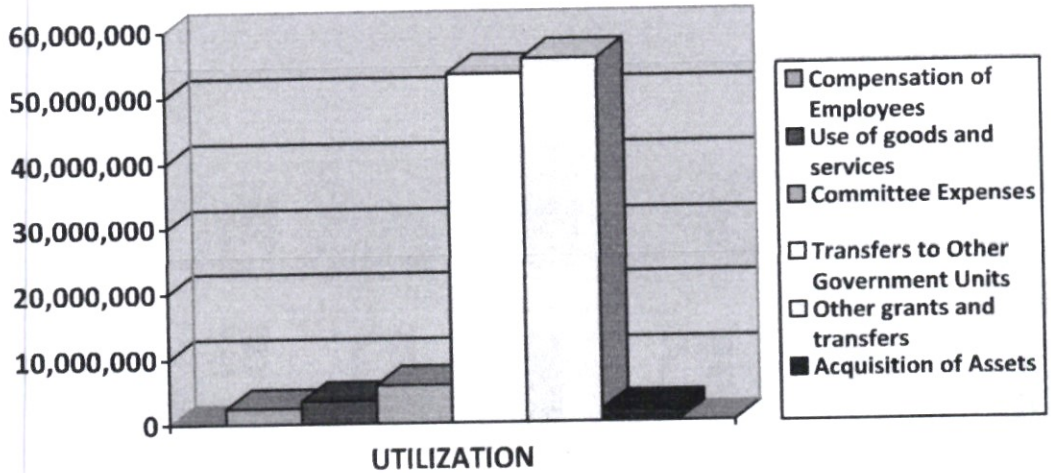
**ALLOCATION OF FUNDS**



- Compensation to employees
- Committee Expenses
- Use of goods and Services
- Transfer to other Government Units
- Other Grant and Transfers
- Acquisition of Assets
- Other Payments

**b) Utilization of Funds**

Utilization of funds stood at 65.4% from 76.2% the previous year a 10.8% decrease. The decrease in budget absorption was attributed late receipt of funds from Board and non-receipt of high percentage(34%) of original budget before the closure of the financial The overall utilization of funds during the year was as follows graphically;



***Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023***

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The Fund has experienced critical challenges in the intervening period.

HomaBay Town NG-CDFC has received a very high number of proposals and letters of requests from stakeholders. This underlines the dire need for infrastructure in the Constituency but also expresses the confidence stakeholders have in the Fund.

We have also experienced the perennial challenge of low uptake of projects by “special groups” like, Women, Youth and Persons Living with Disabilities (PWDs). They have not managed to fulfil the 30% quota of projects as defined in the NG-CDF Act.

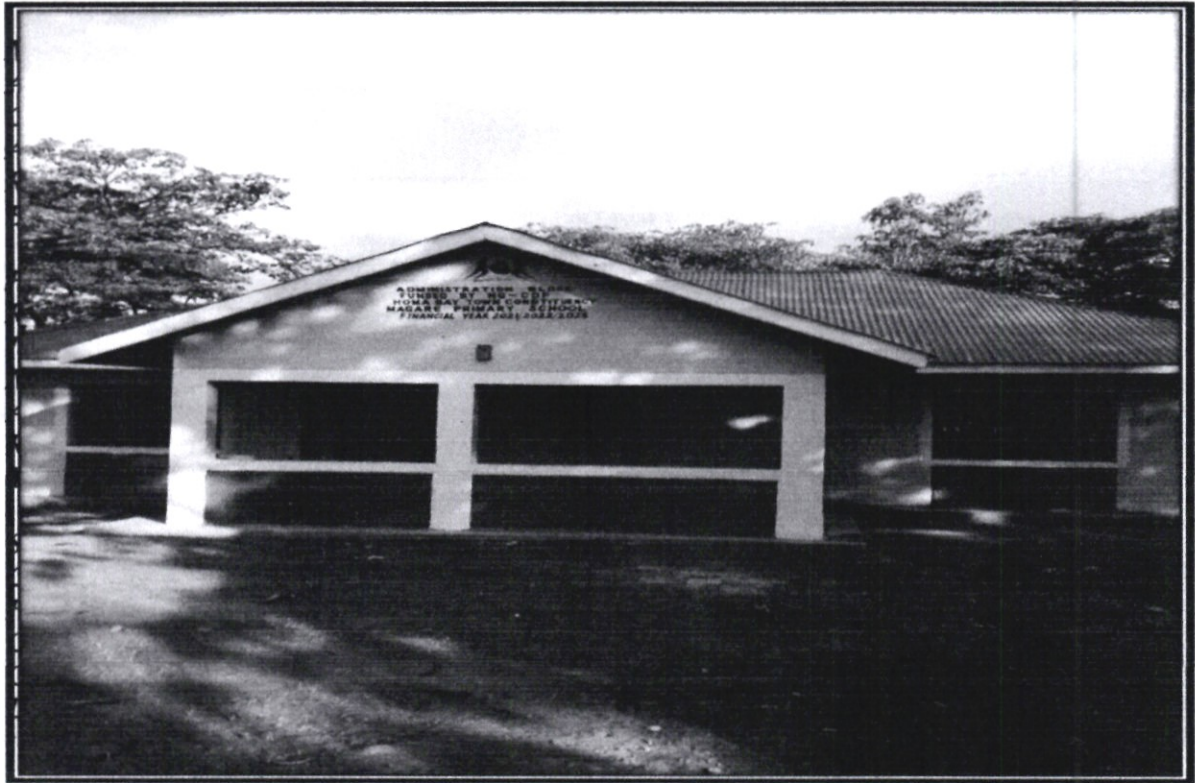
Much as we have strived to build the capacity of the Project Management Committees (PMCs), their operations are yet to be streamlined in order to conform with the operations of the Fund. This is despite organizing training sessions for them.

In order to respond to the high number of proposal from stakeholders, there is need to increase the allocation to the Fund. The low uptake of projects (30% quota) by special groups can be addressed by reaching out vertically to their organizations and working with them to help build capacity of interested members. We will continually seek to improve the management capacity of the PMC’s through the traditional approach of organizing training sessions for them. Intensifying Monitoring and Evaluation (M&E) exercises will also help to streamline their operations.

Below are some of the implemented projects by Homa Bay Town NG-CDF in the Financial Year 2022/2023



***HOOL: CONSTRUCTION OF 4 NO. CLASSROOMS STOREY BUILDING***



*CONSTRUCTION OF AN ADMINISTRATION BLOCK*



*NDIRU PRIMARY SCHOOL: CONSTRUCTION OF AN ADMINISTRATION BLOCK*



*RODI PRIMARY SCHOOL: CONSTRUCTION OF AN ADMINISTRATION BLOCK.*



*DISII PRIMARY SCHOOL: CONSTRUCTION OF AN ADMINISTRATION BLOCK*



*CONSTRUCTION OF AN ADMINISTRATION BLOCK.*



*OGANDE GIRLS HIGH SCHOOL: CONSTRUCTION OF A DORMITORY HALL*

Name: HARRISON OUKO  
CHAIRMAN NGCDF COMMITTEE



**III. Statement of Performance Against Predetermined Objectives for FY2022/23**

**Introduction**

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of *Homa Bay Town Constituency 2023-2027* plan are to:

- a) To improve NG-CDF operations through monitoring and evaluation.
- b) To strengthen institutional capacity (skills and competencies development) of NG-CDFC and PMCs
- c) To effectively and efficiently manage the national government constituency development fund projects within the constituency.
- d) To develop effective, efficient accountable and transparent structures within in the constituency that enhance good governance

**Progress on attainment of Strategic development objectives**

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Sector	Objective	Outcome	Indicator	Performance
Education	<i>To have all children of school going age attending school</i>	<i>Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions</i>	<i>number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels</i>	In FY 2021/2022 - Completed 5 administration block at Rodi Primary School, Ndiru Primary School, Disii Primary School, Radiro Primary, Magare Primary School. - Completed 4 classrooms storey building at Shauri Yako Primary School, and completion of 2 number classrooms at Six schools  -Renovated 8 Classrooms at Nyauu Primary, renovated 2

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

				<p>classrooms at Ndiru Primary and renovated 3 classrooms at Nyakune primary schools.</p> <p>-Completed Science Laboratory at Wiobiero Secondary and St Camillus Ojunge Secondary.</p> <p>-Completed one library at Chiga Secondary School</p> <p>-Increased number of beneficiaries in secondary and tertiary institutions</p>
Security				<p>-Initiated Construction of 3 chief's offices at Komollo location, East Kanyada location and Kanyach Kachar location</p>
Emergency				<p>In FY 2022/2023 - Constructed to completion 200 student capacity Girls Dormitory at Ogande Girls High School.</p> <p>-Rehabilitated Muche Primary and Junior Secondary Access Road.</p>
Others (Specify)				

**IV. Statement of Governance**

**Appointment of NG-CDFC**

Regulation 5(1) refers to procedure of member selection, the members of a Constituency Committee provided for under section 43(2) (b), (c) and (d) of the **CDF Act** shall be selected by a selection panel established under paragraph (4) upon an occurrence of a vacancy in the Constituency Committee.

Regulation 5(2) refers to occurrence of a vacancy, a vacancy shall occur in Constituency Committee upon—

- a) Commencement of a new parliamentary term;
- b) Dissolution of a Constituency Committee;
- c) Removal of a member of a Constituency committee; or
- d) The occurrence of a vacancy in a Constituency Committee.

Regulation 5 (3) refers to constitution of a selection panel, upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel.

Regulation 5(4) refers to members constituting selection panel, the selection panel referred to in paragraph (1) shall consist of—

- a) One person nominated by the national government official in charge of the sub-county or a Designated representative, who shall be the chairperson of the selection panel;
- b) The Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- c) Two persons, one of either gender, nominated by the Constituency office.

Regulation 5(5) refers to invitation of applicants for appointment to be members of the committee, the officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.

Regulation 5(6) the selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants considering age, gender, special interest groups and regional balance in accordance with section 43(2)(b)(c) and (d) of the Act

Regulation 5(7), the officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates.

Together with the report of the selection panel.

Regulation 5(8) the Board shall co-opt the person referred to in section 43(2)(g) of the Act to ensure equitable representation in the membership of a Constituency Committee.

Regulation 5(9) refers to notification on nomination, the Board shall, in writing, request the clerk of the National Assembly to notify the Constituency Office to nominate two persons of either gender, pursuant to section 43(2)(e) of the Act and to forward the names to the Office of the Board seconded to the Constituency.

Regulation 5(10) the Board shall submit the names of the seven persons selected from each Constituency in accordance with section 43(2), (b), (c),(d) and (e) of the Act to the National Assembly for approval.

Regulation 5(11) refers to appointment and resignation, the Board shall, within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette.

The selection panel shall stand dissolved upon the appointment of the members of a Constituency

Committee. The Board shall, within fourteen days after gazettelement of the members of a Constituency Committee inform the members of their appointment in writing.

A member of a Constituency Committee who is appointed under section 43 (2) (b), (c), (d), (e) and (g) may at any time resign from office by giving notice, in writing, to the officer of the Board and

a copy thereof to the Board.

At least one of the Constituency Committee members appointed under section 43(2), (b), (c) or (d) shall be a mandatory signatory to the Constituency accounts.

### **Removal of a member of NG-CDF Committee**

**Regulation 10 (1) refers to removal of a member, the members of a Constituency Committee may remove a member in accordance with section 43 (13) and (14) of the Act upon receipt of a complaint against a member.**

A complaint against a member of a Constituency Committee shall be deposited with the National Government Constituency Office.

The complaint referred to in paragraph (2) shall clearly set out the particulars of the issues complained of.

The Secretary shall convene a special meeting in accordance with these Regulations to deliberate on the complaint, but the member against whom the complaint is raised shall not participate in such a meeting.

If, at a meeting held pursuant to paragraph (4), members determine that sufficient grounds exist requiring the member against whom the complaint is raised to respond to the issues complained of, the secretary shall by notice, require the member to respond to the issues received in the complaint within fourteen days of the date of the notice.

A copy of the complaint and any other grounds of removal shall be attached to the notice issued under paragraph (5).

The member against whom the complaint is raised may be required to respond to the complaint in writing.

The member against whom a complaint is raised may, in addition to the written response required under paragraph (7), elect to be heard orally, and a Constituency Committee may hear such a member.

The member against whom a complaint is made may call witnesses.

If the member against whom a complaint is raised chooses not to submit a response in writing or to attend the hearings, a Constituency Committee may proceed to determine the matter.

Notwithstanding paragraph (10), a Constituency Committee may summon the member against whom the complaint is made to clarify any issue, and such member shall attend the hearing.

If the member against whom a complaint is made fails to respond to the complaint as may be directed by a Constituency Committee, the Committee may proceed and make a determination based on the evidence available.

A Constituency Committee shall issue its decision on the complaint within seven days after the conclusion of the hearing.

If a Constituency Committee resolves to remove the member against whom a complaint is made, the secretary shall communicate the decision of the Constituency Committee to the Board within fourteen days of the decision.

The communication to the Board under paragraph (14) shall include duly executed proceedings, together with all the supporting documents.

The Board shall, within thirty days after receipt of the communication in paragraph (14), consider the matter and issue a final declaration which shall be binding on all parties.

A Constituency Committee may remove the Chairperson or secretary from their respective positions for failing to perform their functions, under regulations 8 and 9 respectively.

A Constituency Committee shall inform the Chairperson or Secretary of the reasons for the proposed removal, and shall give the Chairperson or Secretary reasonable opportunity to be heard.

A Chairperson or secretary who is removed pursuant to paragraph (19) shall continue to discharge duties as a member of the Constituency Committee.

At least two thirds of the total membership of a Constituency Committee shall be required to remove the Chairperson or secretary from office.

**The functions of a Constituency Committee shall be to –**

- a) Build the capacity of project management committees and Committee and sensitize the Community on the operations of the Fund;
- b) Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- c) Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
- d) Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans;
- e) In approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;
- f) Consult with relevant government departments to ensure that cost estimates for projects are realistic;
- g) In considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects;
- h) Subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- i) Rank projects proposals in order of priority while ensuring that on-going projects take precedence;
- j) Ensure that all projects receive adequate funding and are completed within three years;

- k) Where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- l) (I) ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board;
- m) Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;
- n) Ensure that project reports are prepared and submitted to the Board;
- o) Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects;
- p) Ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund;

#### **V. Environmental and Sustainability Reporting**

Homa Bay Town NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

##### **1. Sustainability strategy and profile -**

To ensure sustainability of Homa Bay Town NG-CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Homa Bay Town NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NG-CDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.

c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

## **2. Environmental performance**

Environmental performance objectively measures the impact of an organization's environmental policies Homabay town Constituency developed the following environmental policies,

- Increasing Water harvesting facilities in education and security institutions by allocating funds towards the same annually; Homabay Town constituency has so far funded purchase and installation of 14 water tanks which have so far enhanced sanitation and provision of clean water for cooking and drinking within the institutions.
- Planting trees to increase forest coverage by ensuring some schools have been allocated funds to implement the initiative once in a financial year; The constituency has managed to plant 1200 trees which has led to increased forest cover and reduction of soil erosion
- Construction of police posts and chief camps to enhance Sensitization of youth/ community on the impact of drugs; The constituency has so far funded construction of one police station and four chiefs camps which have been useful in character moulding and increased the number of youths who are free from drug abuse.
- Sponsoring sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters: The constituency allocates funds annually towards constituency tournament where the constituency are sensitized on importance of environmental conservation.

## **3. Employee welfare**

We invest in providing the best working environment for our employees. Homa Bay Town constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Homa Bay Town constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

#### **4. Market place practices-**

Homa Bay Town NG-CDF Constituency is committed to fair and ethical market practises.

The Procurement of goods and services is done through a transparent and competitive bidding process that allows equal opportunities to all participants. We support local vendors drawn from the constituency for purposes of uplifting them economically. Our ethical market practises ensure the fund get value for money on all goods and services procured.

We are also committed to healthy relations with our suppliers which is enhanced through organized sensitization forums that relate to the procurement legal framework and ethical subject matters. We are dedicated to honouring all contracts and settling payments promptly.

Homabay town NG-CDF has put in efforts to ensure:

- a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption
- b) Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interest

#### **5. Community Engagements-**



Homa Bay Town NGCDF has endeavoured to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers where possible. We have also engaged the community through sports and community projects.

**Public Participation in Project Identification and Implementation and Monitoring**

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long term, was submitted to the NG CDF Board in accordance with the Act.

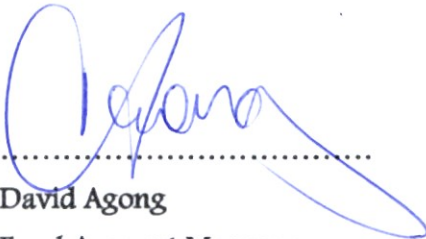
**Public participation** is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

The NG-CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

**Public Awareness**

This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.

Homa Bay Town NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

  
.....  
**David Agong**  
**Fund Account Manager.**



## **VI. Statement Of Management Responsibilities**

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

The Accounting Officer in charge of the NGCDF-Homa Bay Town Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Homa Bay Town Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency*'s financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Homa Bay Town Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Homa Bay Town Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *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.

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

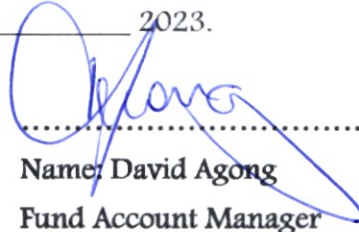
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**Approval of the financial statements**

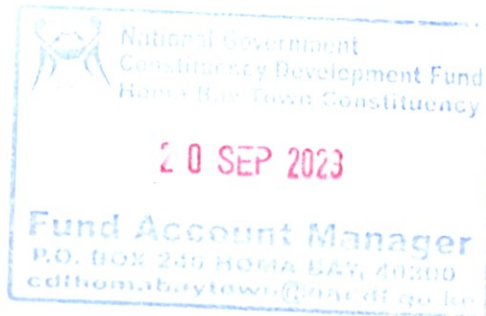
The NGCDF- Homa Bay Town Constituency financial statements were approved and signed by the Accounting Officer on 20/9 2023.



Name: Harrison Ouko  
Chairman – NG-CDF Committee



Name: David Agong  
Fund Account Manager



# REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



HEADQUARTERS  
Anniversary Towers  
Monrovia Street  
P.O. Box 30084-00100  
NAIROBI

## REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - HOMA BAY TOWN CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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### PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Homa Bay Town Constituency set out on pages

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*Report of the Auditor-General on National Government Constituencies Development Fund - Homa Bay Town Constituency for the year ended 30 June, 2023*

1 to 49, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Homa Bay Town Constituency as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

### **Basis for Qualified Opinion**

#### **1. Unsupported Refurbishment of Buildings Expenditure**

The statement of receipts and payments reflects acquisition of assets expenditure of Kshs.1,883,307 which relates to refurbishment of buildings as disclosed in Note 9 to the financial statements. However, Management did not provide Bill of Quantities documents to support the expenditure.

In the circumstances, the accuracy and completeness of acquisition of assets expenditure of Kshs.1,883,307 could not be confirmed.

#### **2. Unsupported Bursary Disbursements**

The statement of receipts and payments reflects other grants and transfers amount of Kshs.55,681,656 and as disclosed in Note 8 to the financial statements includes bursary payments amounting to Kshs.39,194,162 and Kshs.4,014,764 disbursed to secondary schools and tertiary institutions respectively. However, bursary payments amounting to Kshs.34,709,926 were not supported by acknowledgment letters from the beneficiaries.

In the circumstances, the accuracy and completeness of bursary payments totalling Kshs.43,208,926 could not be confirmed.

#### **3. Unsupported Project Management Committee Balances**

Note 19.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balance of Kshs.10,144,101. However, the cash books bank reconciliation statements and certificates of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.10,144,101 could not be confirmed.

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

## **Emphasis of Matter**

### **1. Budgetary Control and Performance**

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.189,431,133 and Kshs.142,216,100 respectively, resulting to an under-funding of Kshs.47,215,033 or 25% of the budget. However, the Fund spent a balance of Kshs.124,705,199 against actual receipts of Kshs.142,216,100 resulting to an under-utilization of Kshs.17,510,901 or 12% of the actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

### **2. Late Disbursement of Funds**

The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board of Kshs.117,000,000 which includes an amount of Kshs.46,000,000 received by the Fund in the month of June, 2023. The latter amount comprises of Kshs.12,000,000, Kshs.18,000,000 and Kshs.16,000,000 released by the Board on 4, 15 and 21 June, 2023 respectively. Therefore, some of the funds could not be utilized by the end of the financial year.

The late exchequer releases could have had adverse effect on the implementation of the planned activities by the Fund.

My opinion is not modified in respect of these matters.

## **Key Audit Matters**

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

## **Other Matter**

### **Unresolved Prior Year Audit Matters**

The audit report for the previous year highlighted several issues on the Reports on Financial Statements and Lawfulness and Effectiveness in Use of Public Resources. Management's report on the progress made in resolving the issues, at Annex 6 to the financial statements indicates that the issues remained unresolved as at 30 June, 2023. No explanation was provided for failure to implement recommendations.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Incomplete Construction at Ogande Girls High School**

The statement of receipts and payments reflects transfers to other Government units of Kshs.55,003,578 which, as disclosed in Note 7 to the financial statements, includes transfers to secondary schools' amount of Kshs.34,938,879. The Fund transferred an amount of Kshs.20,000,000 towards construction of a library, research and innovation Centre at Ogande Girls High School. Review of contract documents revealed that the contract agreement was signed on 15 January, 2021. The contract duration was eighteen (18) months for the execution and completion of such works and remedying of any defects therein at contract price of up to a maximum of Kshs.350,693,563.

Physical inspection of the project carried out in the month of February, 2024 revealed that the library was incomplete with minimal works going on, an indication that the project had stalled. Management indicated that sufficient funds had been allocated in the 2023/2024 budget to complete the project. However, no reasons were given for the delay.

In the circumstances, value for money was not obtained from the incomplete project.

#### **2. Other Grants and Transfers**

The statement of receipts and payments reflects other grants and transfers amount of Kshs.55,681,656 as disclosed in Note 8 to the financial statements. The following observations were noted:

## **2.1 Non-Compliance with the Law on Utilization of Emergency Reserves**

The balance of Kshs.55,681,656, includes an amount of Kshs.6,890,300 incurred on emergency projects. However, Management did not report occurrence of the emergencies to the Board within thirty (30) days of the occurrence of the emergencies as required by Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016. Further, review of expenditure records relating to emergency projects revealed that the Rehabilitation of Muche Primary School and Junior Secondary School access road project at a cost of Kshs.2,490,300 was implemented without a Project Management Committee (PMC).

In the circumstances, Management was in breach of the law.

## **2.2 Anomalies in the Implementation of Road Projects**

The balance of Kshs.55,681,656 also includes expenditure on roads projects amounting to Kshs.5,582,430 which was paid directly to six (6) firms who were engaged to implement the construction of access roads projects without involving the Project Management Committees. This was contrary to the provisions of Regulation 15(1) of the National Government Constituencies Development Fund Regulations, 2016. Further, construction of access roads is a devolved function for County Governments and not a National Government function. Management therefore contravened Section 24(a) of the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

In addition, Nyatago Kachar Primary School access road project which was done at a cost of Kshs.888,941 was re-done by the Kenya Rural Roads Authority (KeRRA) as evidenced by the signage erected along the access roads, an indication that the works funded by the Fund were of poor workmanship.

In the circumstances, Management was in breach of the law.

## **3. Delay in Implementation of Projects**

The Project Implementation Status Report indicated that, the Fund had planned to implement several projects allocated with an aggregate budget of Kshs.131,631,903. The report indicated that twenty-four (24) projects costing Kshs.64,156,705 were completed in the year under review, nine (9) projects allocated an amount of Kshs.23,459,974 were ongoing and that seventeen (17) sports activities, seven (7) primary schools, three (3) secondary schools and one (1) security project, together with strategic plan and oversight committee, with total budget of Kshs.44,015,224 had not started during the year.

In the circumstances, value for money was not obtained from the incomplete and not started projects.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the



financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

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

### **Responsibilities of Management and those Charged with Governance**

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Fund's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

Nairobi

20 June, 2024

**Bomachoge Chache Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2023**

**IX. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2023**

	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts</b>			
Transfers From NGCDF Board	1	57,000,000	182,177,758
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>Total Receipts</b>		<b>57,000,000</b>	<b>182,177,758</b>
<b>Payments</b>			
Compensation Of Employees	4	1,828,402	3,559,587
Committee expenses	5	8,490,000	4,861,004
Use Of Goods and Services	6	1,385,000	4,380,851
Transfers To Other Government Units	7	11,115,793	83,309,433
Other Grants and Transfers	8	38,063,584	71,797,484
Acquisition Of Assets	9	-	8,500,000
Oversight Committee Expenses	10	-	-
Other Payments	11	3,500,000	-
<b>Total Payments</b>		<b>64,382,779</b>	<b>176,408,360</b>
<b>Surplus/(Deficit)</b>		<b>(7,382,779)</b>	<b>5,769,399</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on \_\_\_\_\_ 2023 and signed by:





Fund Account Manager

National Sub-County  
Accountant

Chairman NG-CDF Committee

Name: Jared Ondemo Bosire

Name: George Okongo  
ICPAK M/No:

Name: Ronald Kiriama

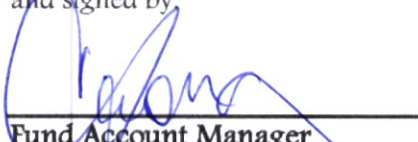
**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

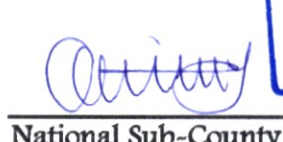
**IX. Statement of Assets and Liabilities as at 30th June, 2022/23**

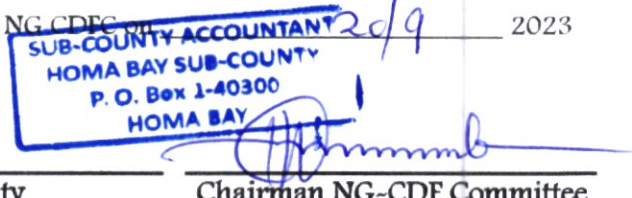
	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances (As Per the Cash Book)	12A	17,784,761	23,601,100
Cash Balances (Cash at Hand)	12B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>17,784,761</b>	<b>23,601,100</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	13	-	-
<b>Total Financial Assets</b>		<b>17,784,761</b>	<b>23,601,100</b>
<b>Financial Liabilities</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	14A	-	-
Gratuity	14B	273,860	-
<b>Total Financial Liabilities</b>		<b>-</b>	<b>-</b>
<b>Net Financial Assets</b>		<b>17,510,901</b>	<b>23,601,100</b>
<b>Represented By</b>			
Fund Balance B/Fwd	15	23,601,100	26,257,825
Prior Year Adjustments	16	1,600,00	30,000
Surplus/Deficit for The Year		(7,690,199)	(2,686,725)
<b>Net Financial Position</b>		<b>17,510,901</b>	<b>23,601,100</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG-CDFC on 20/9/2023 and signed by:

  
**Fund Account Manager**  
 Name: David Agong

  
**National Sub-County Accountant**  
 Name: David Odiyo  
 ICPAK M/No: 13213

  
**Chairman NG-CDF Committee**  
 Name: Harrison Ouko

**SUB-COUNTY ACCOUNTANT**  
**HOMA BAY SUB-COUNTY**  
 P. O. Box 1-40300  
 HOMA BAY

  
 National Government  
 Constituency Development Fund  
 Homa Bay Town Constituency  
 20 SEP 2023  
 Fund Account Manager  
 P.O. BOX 240 HOMA BAY, 40300  
 cdhoms@daytown.gov.ke

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**X. Statement of Cash Flows for The Year Ended 30th June 2023**

	Notes	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts from Operating Activities</b>			
Transfers from NGCDF Board	1	117,000,000	156,277,758
Other Receipts	3	15,000	50,000
<b>Total Receipts</b>		<b>117,015,000</b>	<b>156,327,758</b>
<b>Payments</b>			
Compensation of Employees	4	2,775,361	4,081,273
Committee Expenses	5	2,749,500	4,311,500
Use of Goods and Services	6	6,611,797	5,777,303
Transfers to Other Government Units	7	55,003,578	83,893,098
Other Grants and Transfers	8	55,681,656	60,951,309
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
<b>Total Payments</b>		<b>122,821,892</b>	<b>159,014,483</b>
<b>Total Receipts Less Total Payments</b>			
Adjusted For:			
Prior Year Adjustments	16	1,600,000	30,000
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	273,860	-
<b>Net Cash Flow from Operating Activities</b>		<b>(3,933,032)</b>	<b>(2,656,725)</b>
<b>Cashflow From Investing Activities</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(1,883,307)	-
<b>Net Cash Flows from Investing Activities</b>		<b>(1,883,307)</b>	<b>-</b>
Net Increase in Cash and Cash Equivalent		<b>(5,816,339)</b>	<b>(2,656,725)</b>
<b>Cash &amp; Cash Equivalent at Start of The Year</b>	<b>12</b>	<b>23,601,100</b>	<b>26,257,825</b>
<b>Cash &amp; Cash Equivalent at End of The Year</b>	<b>12</b>	<b>17,784,761</b>	<b>23,601,100</b>


**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

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The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG-CDF ACCOUNTANT 20/9 2023 and signed by:

  
\_\_\_\_\_  
**Fund Account Manager**  
Name: David Agong

  
\_\_\_\_\_  
**National Sub-County Accountant**  
Name: David Odiyo  
ICPAK M/No: 13213

**SUB-COUNTY ACCOUNTANT**  
**HOMA BAY SUB-COUNTY**  
**P. O. Box 1-40300**  
**HOMA BAY**

  
\_\_\_\_\_  
**Chairman NG-CDF Committee**  
Name: Harrison Ouko

  
National Government  
Constituency Development Fund  
Homa Bay Town Constituency  
**20 SEP 2023**  
Fund Account Manager  
P.O. BOX 240 HOMA BAY, 40300  
cdfhomabaytown@nrcdf.go.ke

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2023**

**XI. Summary Statement of Appropriation for The Year Ended 30<sup>th</sup> June 2023**

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	B		c=a+b	d	e=c-d	f=d/c %
	2022-2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
<b>Receipts</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	
Transfers from NGCDF Board	138,215,033	23,601,100	27,600,000	189,416,133	142,201,100	47,215,033	0.0%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts		15000	1,600,000	1,615,000	1,615,000	-	100.0%
<b>Totals</b>	<b>138,215,033</b>	<b>23,616,100</b>	<b>27,600,000</b>	<b>189,431,133</b>	<b>142,216,100</b>	<b>47,215,033</b>	<b>75.1%</b>
<b>Payments</b>							
Compensation of Employees	3,154,210			3,154,210.00	2,775,361	378,849	88.0%
Committee Expenses	1,544,000			1,544,000.00	2,749,500	(1,205,500)	
Use of Goods and Services	7,663,243	-148,126		7,515,117.00	6,611,797	903,320	88.0%
Transfers to Other Government Units	65,645,482	9,599,019	24,600,000	99,844,501.00	55,003,578	44,840,923	55.1%
Other Grants and Transfers	55,364,791	14,100,207	3,000,000	72,464,998.00	55,681,656	16,783,342	76.8%
Acquisition of Assets	1,883,307			1,883,307.00	1,883,307	-	100.0%
Oversight Committee Expenses	960,000			960,000.00	-	960,000	0.0%
Other Payments	2000000			2,000,000.00	-	2,000,000	0.0%
Unallocated Funds		65000		65,000.00		65,000	
<b>Totals</b>	<b>138,215,033</b>	<b>23,616,100</b>	<b>27,600,000</b>	<b>189,431,133</b>	<b>124,705,199</b>	<b>64,725,934</b>	<b>65.8%</b>



***Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023***

*Note: Unallocated Funds are sums not yet approved by the board for utilisation, Homabay Town Constituency raised Kshs. 65,000 through sale of tender documents as Appropriation In Aid in the financial year and is yet to be allocated to specific projects.*

***Explanatory Notes.***

Part of the revenue item is Ksh 15,000 that was realised from sale of tenders which form part of AIA

(a) During the year the Fund experiencing under-utilization of below 90% due to the following reasons

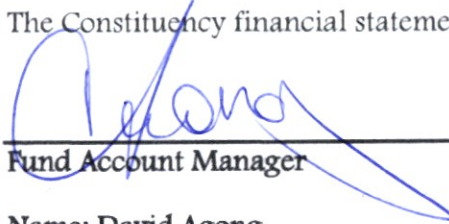
- i. Compensation of employees (79.3%):** Underutilization was as a result of the staff gratuity not yet paid to employees.
- ii. Transfers to other government units (54.4%):** Underutilization was as a result of the Board not disbursing all the budgeted funds to the constituency by end of the financial year and disbursement of funds towards the close of the financial year.
- iii. Use of Goods and Services (88%):** Underutilization was as a result of the Board not disbursing all the budgeted funds to the constituency by end of the financial year and disbursement of funds towards the close of the financial year.
- iv. Other Grants and Transfers (76.8%):** Underutilization was as a result of the Board not disbursing all the budgeted funds to the constituency by end of the financial year and disbursement of funds towards the close of the financial year.
- v. Constituency Oversight Committee (0%):** Underutilization was as a result of the Board not disbursing all the budgeted funds to the constituency by end of the financial year.
- vi. Other Payment (Constituency strategic plan) (0%):** Underutilization was as a result of the Board not disbursing all the budgeted funds to the constituency by end of the financial year.

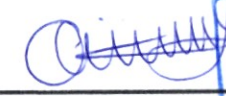
All the changes between the original and final budget were as a result of balances brought forward from the previous financial year 2021/2022, disbursement for previous years and AIA from sale of tender documents.

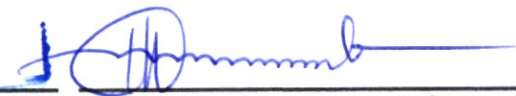
**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilisation difference totals	64,725,934
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2023	47,215,033
	17,510,901
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	273,860
Add/Less Prior Year Adjustments	1,600,000
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2023	17,510,901

The Constituency financial statements were approved by NG CDFC on 20/9 2023 and signed by:

  
**Fund Account Manager**  
 Name: David Agong

  
**National Sub-County Accountant**  
 Name: David Odiyo  
 ICPAK M/No: 13213

  
**Chairman NG-CDF Committee**  
 Name: Harrison Ouko



**Homa Bay Town National Government Constituency Development Fund (NG-CDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2023**

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.3 Tertiary Institutions	8,500,000			8,500,000	4,014,764	4,485,236
4.4 Universities				-		-
4.5 Special Schools	700,000			700,000	-	700,000
<b>Sub-total</b>	<b>41,514,300</b>	<b>8,500,000</b>	<b>3,000,000</b>	<b>53,014,300</b>	<b>43,208,926</b>	<b>9,805,374</b>
<b>5.0 Sports</b>						
5.1	2,464,301	-	-	2,464,301	-	2,464,301
<b>Sub-total</b>	<b>2,464,301</b>	<b>-</b>	<b>-</b>	<b>2,464,301</b>		<b>2,464,301</b>
<b>6.0 Access Roads</b>						
6.1 Kopyo Primay School Road		890,000.00		890,000	888,941	1,059
6.2 Watata Primary School		710,000.00		710,000	705,249	4,751
6.3 Langoromo Primary School Road		1,000,000.00		1,000,000	996,490	3,510
6.4 Got-Kochungo Primary School Road		1,000,000.00		1,000,000	998,750	1,250
6.5 Chiga Primary School Road		1,000,000.00		1,000,000	995,700	4,300
6.6 Otaro Primary School Road		1,000,000.00		1,000,000	997,300	2,700
<b>Sub-total</b>	<b>-</b>	<b>5,600,000</b>	<b>-</b>	<b>5,600,000</b>	<b>5,582,430</b>	<b>17,570</b>
<b>7.0 Primary Schools Projects (List all the Projects)</b>						
Otaro Primary School	1,350,000.00			1,350,000	-	1,350,000
Shauri Yako Primary School	3,841,295.00			3,841,295	3,841,295	-
Disii Primary School	524,850.00			524,850	524,850	-
Ogande Primary School	208,900.00			208,900	208,900	-
Rodi Primary School	497,860.00			497,860	497,860	-
Ndori Primary School	200,000.00			200,000	200,000	-

*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

**XII. Budget Execution by Sectors and Projects for The Year Ended 30<sup>th</sup> June 2023**

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
<b>1.0 Administration and Recurrent</b>						
1.1 Compensation of employees	3,154,210			3,154,210	2,775,361	378,849
1.2 Committee allowances	1,128,000			1,128,000	612,500	515,500
1.3 Use of goods and services	3,932,842			3,932,842	3,364,649	568,193
<b>Sub-total</b>	<b>8,215,052</b>		-	<b>8,215,052</b>	<b>6,752,510</b>	<b>1,462,542</b>
<b>2.0 Monitoring and evaluation</b>						
2.1 Capacity building	1,164,401			1,164,401	1,407,000	(242,599)
2.2 Committee allowances	416,000			416,000	612,500	(196,500)
2.3 Use of goods and services	2,566,000	(148,126.00)		2,417,874	3,364,649	(946,775)
<b>Sub-total</b>	<b>4,146,401</b>	<b>(148,126)</b>	-	<b>3,998,275</b>	<b>5,384,149</b>	<b>(1,385,874)</b>
<b>3.0 Emergency</b>						
3.1 Primary Schools	7,636,190	207.00		7,636,397	6,890,300	746,097
3.2 Secondary schools						
3.3 Tertiary institutions						
3.4 Security projects						
<b>Sub-total</b>	<b>7,636,190</b>	<b>207</b>		<b>7,636,397</b>	<b>6,890,300</b>	<b>746,097</b>
<b>4.0 Bursary and Social Security</b>						
4.1 Primary Schools						
4.2 Secondary Schools	32,314,300	8,500,000.00	3,000,000	43,814,300	39,194,162	4,620,138

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Programme/Sub-programme	Original Budget	Opening Balance (C/Bk) and AIA	Adjustments Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
Bishop Okulu Magare Girls School	300,000.00			300,000	300,000.00	-
Wobhero Secondary School	500,000.00			500,000	500,000	-
Chiga Mixed Secondary School	900,000.00	2,000,000.00		2,900,000	2,900,000	-
St. Camillus Ojunge Mixed Sec School	1,000,000	988,879.10		1,988,879	1988879	-
St Dominic Wiga Mixed Secondary School	250,000			250,000	250000	-
Ogande Girls High School	10,000,000		20,000,000	30,000,000	20000000	10,000,000
Got Kokech Mixed Secondary School	2,000,000			2,000,000	2000000	-
St Peters Disii Mixed Secondary School	5,000,000			5,000,000		5,000,000
St.Marys Marindi Girls Secondary School	8,700,000			8,700,000		8,700,000
St Pius Ndiru Secondary School	1,500,000	3,500,000.00		5,000,000	5000000	-
St, Theresas Nyauu Girls Secondary School	3,500,000			3,500,000		3,500,000
Ogande Mixed Secondary School		2,000,000.00		2,000,000	2000000	-
<b>Sub-total</b>	<b>33,650,000</b>	<b>8,488,879</b>	<b>20,000,000</b>	<b>62,138,879</b>	<b>34,938,879</b>	<b>27,200,000</b>
<b>9.0 Tertiary institutions Projects (List all the Projects)</b>						
9.1						
9.2						
9.3						
<b>Sub-total</b>						

*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Akele Primary School	400,000.00			400,000	400,000	-
Maguti Primary School	509,960.00			509,960	509,960	-
Kuja Primary School	586,900.00			586,900	586,900	-
Gogo Katuma Primary School	31,294.00			31,294	31,294	-
Yao Primary School	178,680.00			178,680	178,680	-
Magare Primary School	1,899,200.00			1,899,200	1,899,200	-
Radiro Primary School	1,701,570.00			1,701,570	1,701,570	-
Pala Masogo Primary School	1,874,050.00			1,874,050	1,874,050	-
Sinangi Primary School	651,690.00			651,690		651,690
Nyauu Primary School	2,000,000.00			2,000,000	2,000,000	-
Nyakune Primary School	800,000.00			800,000		800,000
Sinangi Primary School	800,000.00			800,000		800,000
Opande Primary School	2,000,000.00			2,000,000		2,000,000
Wiobiero Primary School	1,400,000.00	100,000.00		1,500,000	1,500,000	-
Ndiru Primary School	1,500,000.00			1,500,000	1,500,000	-
Roba Primary School	2,000,000.00			2,000,000		2,000,000
Sinangi Primary School	2,239,233.38			2,239,233		2,239,233
Achiero Primary School	4,800,000.00		3,000,000	7,800,000		7,800,000
Ngere Primary School		1,010,139.70		1,010,140	1,010,140	-
Sinangi Primary School			1,600,000	1,600,000	1,600,000	-
<b>Sub-total</b>	<b>31,995,482</b>	<b>1,110,140</b>	<b>4,600,000</b>	<b>37,705,622</b>	<b>20,064,699</b>	<b>17,640,923</b>
<b>8.0 Secondary Schools Projects (List all the Projects)</b>						

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
<b>13.0 Others</b>						
13.1 Strategic Plan	2,000,000			2,000,000	-	2,000,000
13.2 Innovation Hub						
13.2						
<b>Sub-total</b>	<b>2,000,000</b>	<b>-</b>	<b>-</b>	<b>2,000,000</b>	<b>-</b>	<b>2,000,000</b>
Unallocated Funds (AIA)		65,000		65,000		65,000
Funds pending approval**						
<b>Total</b>	<b>138,215,033</b>	<b>23,616,100</b>	<b>27,600,000</b>	<b>189,431,133</b>	<b>124,705,199</b>	<b>64,725,933</b>

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

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
<b>10.0 Security Projects</b>						
East Kanyada Location Chiefs Office	1,250,000			1,250,000	-	1,250,000
Kanyach Kachar Location Chiefs Office	1,250,000			1,250,000	-	1,250,000
Komollo Location Chiefs Office	1,250,000			1,250,000	-	1,250,000
<b>Sub-total</b>	<b>3,750,000</b>			<b>3,750,000</b>		<b>3,750,000</b>
<b>11.0 Acquisition of assets</b>						
11.1 Motor Vehicles (including motorbikes)	-			-	-	-
11.2 Construction of NG-CDF office	1,883,307			1,883,307	1,883,307	-
11.3 Purchase of furniture and equipment	-			-	-	-
11.4 Purchase of computers	-			-	-	-
11.5 Purchase of land	-			-	-	-
<b>Sub-total</b>	<b>1,883,307</b>			<b>1,883,307</b>	<b>1,883,307</b>	
<b>12.0 Oversight Committee Expenses</b> (itemize)						
Travel Cost	192,000			192,000	-	192,000
Daily Subsistence Allowance	192,000			192,000	-	192,000
Accommodation-Domestic Travel	240,000			240,000	-	240,000
Refined fuels and Lubricants for Transport	96,000			96,000	-	96,000
Constituency Oversight Committee Members Allowances	240,000			240,000	-	240,000
<b>Sub-total</b>	<b>960,000</b>			<b>960,000</b>		<b>960,000</b>



*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

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19.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
PMC account balances (see attached list)	10,144,101	7,979,603
<b>Total</b>	<b>10,144,101</b>	<b>7,979,603</b>

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**19. Other Important Disclosures**

**19.1: Pending Accounts Payable**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
<b>Total</b>	-	-

**19.2: Pending Staff Payables**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
NGCDFC Staff	-	-
Others ( <i>specify</i> )	-	-
<b>Total</b>	-	-

**19.3: Unutilized Fund (See Annex 3)**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Compensation of employees	378,849	3,018,537
Committee expense	(1,205,500)	
Use of goods and services	903,320	(3,118,133)
Amounts due to other Government entities (see attached list)	44,840,923	49,777,397
Amounts due to other grants and other transfers (see attached list)	16,783,342	(473,337)
Acquisition of assets	-	289,004
Oversight Committee Expenses	960,000	-
Other Payments ( <i>specify</i> )	2,000,000	27,632
Unallocated Funds (AIA)	65,000	50,000
Funds pending approval	-	-
<b>Total</b>	<b>64,725,934</b>	<b>49,571,100</b>

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**16. Prior Year Adjustments**

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others ( <i>specify</i> )	1,600,000	-	-
<b>Total</b>	<b>1,600,000</b>	<b>-</b>	<b>-</b>

**17. Changes in Accounts Receivable – Outstanding Imprests**

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July (A)	-	-
Imprest issued during the year (B)	7,106,150	6,674,139
Imprest surrendered during the Year (C)	7,106,150	6,674,139
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

**18. Changes in Accounts Payable – Deposits and Retentions**

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 <sup>st</sup> July (A)	-	-
Deposit and Retentions held during the year (B)	328,632	-
Deposit and Retentions paid during the Year (C)	54,772	-
closing account payables D= A+B-C	273,860	-
Net changes in accounts payables D-A	273,860	-

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**Notes to the Financial Statement Continued**

**14. Retention and Gratuity**

<b>14 A. Retention</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>KShs</b>	<b>KShs</b>
Retention as at 1 <sup>st</sup> July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 <sup>th</sup> June D= A+B-C	-	-

<b>14 B. Gratuity</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>KShs</b>	<b>KShs</b>
Gratuity as at 1 <sup>st</sup> July (A)	-	-
Gratuity held during the year (B)	328,632	-
Gratuity paid during the Year (C)	54,772	-
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	273,860	-

**15. Fund Balance B/F**

	<b>1<sup>st</sup> July 2022</b>	<b>1<sup>st</sup> July 202021</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts	23,601,100	26,257,825
Cash in hand		
Imprest		
<b>Total</b>	<b>23,601,100</b>	<b>26,257,825</b>
Less		
Payables: - Retention		
Payables – Gratuity		
<b>Fund Balance Brought Forward</b>	<b>23,601,100</b>	<b>26,257,825</b>

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

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Wilson Okumu	06/04/2023	230,000	230,000	-
Wilson Okumu	13/04/2023	412,000	412,000	-
Wilson Okumu	13/04/2023	400,000	400,000	-
David Agong	24/04/2023	430,000	430,000	-
David Agong	24/04/2023	62,000	62,000	-
David Agong		587,000	587,000	-
David Agong		165,000	165,000	-
<b>Total</b>		<b>7,106,150</b>	<b>7,106,150</b>	-

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**12. Cash Book Bank Balance**

Name of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
<b>12A: Bank Accounts (Cash Book Bank Balance)</b>		
<i>Equity Bank, A/C no. 0980261595074, Homa Bay Branch. (Main account)</i>	17,784,761	23,601,100
<i>Name of Bank, account No. (Deposits account)</i>	-	-
<b>Total</b>	<b>17,784,761</b>	<b>23,601,100</b>
<b>12 B: Cash on Hand</b>		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations ( <i>Specify</i> )	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**13. Outstanding Imprests**

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
David Agong	05/09/2022	303,000	303,000	-
David Agong	22/09/2022	50,000	50,000	-
David Agong	03/10/2022	158,350	158,350	-
David Agong	18/11/2022	470,000	470,000	-
David Agong	30/11/2022	170,000	170,000	-
David Agong	30/11/2022	645,000	645,000	-
Wilson Okumu	07/12/2022	340,000	340,000	-
Wilson Okumu	19/12/2022	210,000	210,000	-
Wilson Okumu	20/12/2022	352,000	352,000	-
Wilson Okumu	22/12/2022	220,000	220,000	-
Wilson Okumu	03/01/2023	164,800	164,800	-
Wilson Okumu	19/01/2023	220,000	220,000	-
Wilson Okumu	25/01/2023	50,000	50,000	-
Wilson Okumu	26/01/2023	357,000	357,000	-
Wilson Okumu	10/02/2023	300,000	300,000	-
Wilson Okumu	24/02/2023	370,000	370,000	-
Wilson Okumu	16/03/2023	440,000	440,000	-

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

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**Notes to the Financial Statements (Continued)**

**10. Oversight Committee Expenses**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
COC Members allowance	-	-
Other COC expenses	-	-
	-	-

**11. Other Payments**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Strategic plan	-	-
ICT Hub	-	-
	-	-

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**8. Other Grants and Other transfers**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Bursary – Secondary schools (see attached list)	39,194,162	43,532,309
Bursary – Tertiary institutions (see attached list)	4,014,764	7,265,000
Bursary – Special schools (see attached list)	-	462,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	-	2,500,000
Sports projects (see attached list)	-	-
Environment projects (see attached list)	-	-
Emergency projects (see attached list)	6,890,300	7,192,000
Roads projects (see attached list)	5,582,430	-
<b>Total</b>	<b>55,681,656</b>	<b>60,951,309</b>

**9. Acquisition of Assets**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	1,883,307	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
<b>Total</b>	<b>1,883,307</b>	<b>-</b>



**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**Notes to the Financial Statements (Continued)**

**6. Use of Goods and services**

	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services	-	-
Communication, supplies and services	159,870	246,650
Domestic travel and subsistence	1,616,800	680,000
Printing, advertising and information supplies & services	14,720	24,200
Rentals of produced assets	-	-
Training expenses	1,407,000	2,493,100
Hospitality supplies and services	482,350	606,700
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	1,026,660	634,599
Fuel, oil & lubricants	82,950	-
Other operating expenses	1,771,750	962,460
Bank Charges	1,647	18,244
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	32,850	-
Routine maintenance- other assets	15,200	111,350
<b>Total</b>	<b>6,611,797</b>	<b>5,777,303</b>

**7. Transfer to Other Government Units**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Transfers To Primary Schools (See Attached List)	20,064,699	65,185,168
Transfers To Secondary Schools (See Attached List)	34,938,879	18,707,930
Transfers To Tertiary Institutions (See Attached List)	-	-
<b>Total</b>	<b>55,003,578</b>	<b>83,893,098</b>

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**3. Other Receipts**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	15,000	50,000
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
<b>Total</b>	<b>15,000</b>	<b>50,000</b>

**4. Compensation of Employees**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
NG-CDFC Basic staff salaries	2,362,669	3,983,283
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	328,632	-
Employer Contributions Compulsory national social security schemes	84,060	97,990
<b>Total</b>	<b>2,775,361</b>	<b>4,081,273</b>

**5. Committee Expenses**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Sitting allowance	1,225,000	1,195,500
Other committee expenses	1,524,500	3,116,000
<b>Total</b>	<b>2,749,500</b>	<b>4,311,500</b>

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**XIV. Notes to the Financial Statements**

**1. Transfers from NG-CDF Board**

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B 140892	-	17,529,393
AIE NO. B 105642	-	34,000,000
AIE NO. B 105770	-	34,000,000
AIE NO. B 128504	-	6,000,000
AIE NO. B 128815	-	20,000,000
AIE NO. B 154013	-	20,000,000
AIE NO. B 164456	-	10,088,879
AIE NO. B 155943	-	12,659,486
AIE NO. A 888974	-	2,000,000
AIE NO. A895095	10,000,000	
AIE NO. B 185063	7,000,000	
AIE NO. B 185378	7,000,000	
AIE NO. B 185603	14,000,000	
AIE NO. B 185355	3,000,000	
AIE NO. B 185893	5,000,000	
AIE NO. B 206350	12,000,000	
AIE NO. B 205734	12,000,000	
AIE NO. B 207545	18,000,000	
AIE NO. B 207861	16,000,000	
AIE NO. B 207849	3,000,000	
AIE NO. B 207731	10,000,000	
<b>TOTAL</b>	<b>117,000,000</b>	<b>156,277,758</b>

**2. Proceeds from Sale of Assets**

	2022-2023	2021-2022
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

***Significant Accounting Policies Continued***

**14. Errors**

Material prior period errors are corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

**15. Related Party Transactions**

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa.

***Significant Accounting Policies continued***

**9. Pending Bills**

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as ‘memorandum’ or ‘off-balance’ items to provide a sense of the overall net cash position of the entity at the end of the financial year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

**10. Unutilized Fund**

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

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 8<sup>th</sup> June 2022 for the period 1<sup>st</sup> July 2022 to 30<sup>th</sup> June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

**12. Comparative Figures**

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

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2023.

***Significant Accounting Policies continued***

**5. 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 receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

**6. Cash and Cash Equivalent**

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.

**7. Accounts Receivable**

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

**8. Accounts Payable**

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

***Significant Accounting Policies continued***

**Other receipts**

These include Appropriation-in-Aid and relates to receipts such as proceeds from sale of tender documents, rent receipts, interest earned on bank balances, hire of Plant/Equipment/Facilities, Unutilized funds from PMCs among others

**Unutilized Funds from PMCs.**

All unutilized funds of the Project Management Committee (PMC) are returned to the constituency account. Unutilized funds from PMCs are recognised as other receipts upon return to the constituency account.

**External Assistance**

External assistance refers to grants and loans received from local, multilateral and bilateral development partners. In the year under review there was no external assistance received.

**b) Recognition of payments**

The Entity recognises all payments when the event occurs and the related cash has actually been paid out by the entity.

**Compensation of Employees**

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

**Use of Goods and Services**

Goods and services are recognized as payments in the period when the goods/services are paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

**Acquisition of Fixed Assets**

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each constituency and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

### **XIII. Significant Accounting Policies**

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

#### **1. Statement of Compliance and Basis of Preparation**

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

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

#### **2. Reporting Entity**

The financial statements are for the NG-CDF-Homa Bay Town Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012.

#### **3. Reporting Currency**

The financial statements are presented in Kenya Shillings (Kshs), which is the functional and reporting currency of the Government and all values are rounded to the nearest Kenya Shilling.

#### **4. Significant Accounting Policies**

The accounting policies set out in this section have been consistently applied by the entity for all the years presented.

##### **a) Recognition of Receipts**

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

#### **Transfers from the National Government Constituency Development Fund (NG-CDF)**

Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

#### **Proceeds from Sale of Assets**

Proceeds from disposal of assets are recognized as and when cash is received in the constituency account.



*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

XV. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To- Date	Outstanding Balance	Comments
Construction of buildings	a	b	c	d=a-c	
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

**Annex 2 - Analysis of Pending Staff Payables**

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 20xx	Comments
<b>NG-CDFC Staff</b>				
1.				
2.				
3.				
<b>Sub-Total</b>				
<b>Grand Total</b>				

*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

**Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees	Payment of all benefits accruing to all the NG-CDF Staff	378,849	1,503,170	Unspent Cashbook Balance
Use of goods & services	Payment of committee siting allowances and other allowances to the NG-CDF members, M&E, Capacity building and other office utilities	(302,181)	262,947	
<b>Amounts due to other Government entities</b>				
<b>Transfer to Primary Schools</b>				
Otaro Primary School	Landscapping of school compound	1,350,000		Undisbursed fund from NG-CDF Board
Sinangi Primary School	Completion of 2 classrooms	651,690		Undisbursed fund from NG-CDF Board
Nyakune Primary School	Renovation of 3 classrooms	800,000		Undisbursed fund from NG-CDF Board
Sinangi Primary School	Construction of four Door pit latrine	800,000		Undisbursed fund from NG-CDF Board
Opande Primary School	Construction of 2 classrooms	2,000,000		Undisbursed fund from NG-CDF Board
Roba Primary School	Construction of 2 classrooms	2,000,000		Undisbursed fund from NG-CDF Board
Sinangi Primary School	Construction of 2 classrooms	2,239,233		Undisbursed fund from NG-CDF Board
Achiero Primary School	Purchase of land,		3,000,000	Unspent Cashbook Balance

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2023**

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	Fencing of school compound and construction of 3 classrooms and 4 door pit latrines	7,800,000		and Undisbursed fund from NG-CDF Board
Homa Bay Primary School	Renovation of 4no. Classrooms	10,793		
Ngere Primary School	Completion of 4NO. Classrooms	1,007,139		
Wiobiero Primary School	Completion of Administration Block	100,000		
Ogongo Katuma primary	Road opening and grading of Ogongo Katuma Primary school access road to enable access to the school.		(8,999)	
School Desks	Purchase of school desks		74,247	
Elogin Enterprises (Rodi Fencing)	Fencing of Rodi Primary school compound		5,000	
<b>Transfer to Secondary Schools</b>				
Ogande Girls High School	Additional funding of Dr Iddah Odinga Modern Library and resource centre	10,000,000.00	10,000,000	Undisbursed fund from NG-CDF Board
St Peters Disii Mixed Secondary School	Construction of 4 Classrooms	5,000,000		Undisbursed fund from NG-CDF Board
St.Marys Marindi Girls Secondary School	Purchase of 46-Seater School Bus	8,700,000	7,000,000	Undisbursed fund from NG-CDF Board
St, Therasas Nyauu Girls Secondary School	Construction of			Undisbursed fund from

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	Girls Dormitory	3,500,000		NG-CDF Board
	Completion of 200 students' capacity library to enhance student learning: Roofing, Fittings. Plastering.		2,000,000	
Chiga Secondary School			2,000,000	
Ogande Mixed Secondary School	Completion of 60 student capacity science laboratory; fitting of the windows and the doors, plastering, painting, screed application, tiling electrical works,		988,879	
St. Camillus Ojunge Mixed Sec School	Construction of a Laboratory: Foundation, Walling and Roofing of an approximate 60 students laboratory building		3,500,000	
St. Pius Ndiru Secondary School	Construction of new girls' dormitory: Foundation Walling, Roofing, of an approximate 200 students		1,500,000	
St. Theresas Nyauu Girls Secondary School	Construction of dormitory		3,000,000	
Homa Bay High School	Construction of modern library (Dr Iddah Odinga Library) NG-CDFC Funds to undertake the substructure		10,000,338	
Ogande Girls High				

*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	phases of both the library and the auditorium wing involving excavations, site preparations, concrete works, reinforcements, form works, foundation walling and DPM.			
St. Pius Ndiru Secondary School	Construction of a Laboratory: Foundation, Walling and Roofing of an approximate 60 students laboratory building		3,500,000	
<b>Sub-Total</b>		<b>44,840,923</b>		
<b>Amounts due to other grants and other transfers</b>				
<b>Bursaries</b>				
Bursary Secondary Schools	Award of Bursary to needy students in Secondary Schools	4,620,138	-1,282,544	Unspent Cashbook Balance and Undisbursed fund from NG-CDF Board
Bursary Tertiary Institutions	Award of Bursary to needy students in Tertiary Institutions	4,485,236		Unspent Cashbook Balance
Bursary pecial Needs	Award of Bursary to needy students in Special Schools	700,000		Unspent Cashbook Balance
<b>Roads</b>				
Kopiyo Primay School Road	Road Opening and		1,000,000	Unspent Cashbook Balance

***Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023***

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	Grading	1,059		
Watata Primary School	Road Opening and Grading	4,751	600,000	Unspent Cashbook Balance
Langoromo Primary School Road	Road Opening and Grading	3,510	1,000,000	Unspent Cashbook Balance
Got-Kochungo Primary School Road	Road Opening and Grading	1,250	1,000,000	Unspent Cashbook Balance
Chiga Primary School Road	Road Opening and Grading	4,300	1,000,000	Unspent Cashbook Balance
Otaro Primary School Road	Road Opening and Grading	2,700	1,000,000	Unspent Cashbook Balance
<b>Sports</b>	Funds to organize regional and constituency sports	2,464,301	3,519,163	Undisbursed fund from NG-CDF Board
<b>Emergency</b>	Funds set aside to cater for unforeseen occurrences	746,097	207	Unspent Cashbook Balance
<b>Security</b>			809,000	
East Kanyada Location Chiefs Office	Completion of Chiefs office	1,250,000		Undisbursed fund from NG-CDF Board
Kanyach Kachar Location Chiefs Office	Completion of Chiefs office	1,250,000		Undisbursed fund from NG-CDF Board
Komollo Location Chiefs Office	Completion of Chiefs office	1,250,000		Undisbursed fund from NG-CDF Board
<b>Sub-Total</b>		<b>16,783,342</b>		
Acquisition of assets				

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
<b>Oversight Committee Expenses</b>				
Travel Cost	Payment of Travel Cost	192,000		Undisbursed fund from NG-CDF Board
Daily Subsistence Allowance	Payment of Daily Subsistence Allowance	192,000		Undisbursed fund from NG-CDF Board
Accommodation-Domestic Travel	Payment of Accommodation-Domestic Travel	240,000		Undisbursed fund from NG-CDF Board
Refined fuels and Lubricants for Transport	Payment of Refined fuels and Lubricants for Transport	96,000		Undisbursed fund from NG-CDF Board
Constituency Oversight Committee Members Allowances	Payment of Constituency Oversight Committee Members Allowances	240,000		Undisbursed fund from NG-CDF Board
<b>Sub-Total</b>		<b>960,000</b>		
Others ( <i>specify</i> )			-106,368	
Constituency Strategic plan		2,000,000		Unspent Cashbook Balance
<b>Sub-Total</b>		<b>2,000,000</b>		
Funds pending approval				
Unallocated Funds		65,000	184,000	Unspent Cashbook Balance
<b>Grand Total</b>		<b>64,725,934</b>	<b>49,571,100</b>	



*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

**Annex 4 – Summary of Fixed Asset Register**

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	23,000,000		-	23,000,000
Buildings and structures	6,153,996	1,883,307	-	8,037,303
Transport equipment	941,000	-	-	941,000
Office equipment, furniture and fittings	265,000	-	-	265,000
ICT Equipment, Software and Other ICT Assets	95,000	-	-	95,000
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>30,454,99</b>	<b>1,883,307</b>	<b>-</b>	<b>32,338,303</b>

***Homa Bay Town National Government Constituency Development Fund (NG-CDF)***  
***Annual Report and Financial Statements for The Year Ended June 30, 2023***

**Annex 5 –PMC Bank Balances as at 30<sup>th</sup> June 2023**

<b>PMC</b>	<b>Bank</b>	<b>Account number</b>	<b>Bank Balance 30.06.2023</b>	<b>Bank Balance 30.06.2022</b>
Lala Mixed Secondary School	Equity Bank Homa Bay	980261759144.00	201,012	201,012.00
Ruga Mixed Secondary School	Equity Bank Homa Bay	980261732258.00	198,797	198,797.00
Adongo Primary School	Equity Bank Homa Bay	980271097763.00	8,768	69,768.00
Sero Mixed Secondary School	Equity Bank Homa Bay	980261742746.00	532,244	1,001,125.00
Maguti Mixed Secondary School	Equity Bank Homa Bay	980264228556.00	19703.50.00	19,703.50
Rabuor Masawa Mixed Secondary School	Equity Bank Homa Bay	980266041934.00	78,045	78,045.00
Wiobiero Primary School	Equity Bank Homa Bay	980268443443.00	545,689	1,001,188.04
Gogo Katuma Mixed Secondary School	Equity Bank Homa Bay	980261764725.00	13,914	13,914.00
Pedo Primary School	Equity Bank Homa Bay	980279107164.00	18,093	18,093.25
St Pius Ndiru Mixed Secondary School	Equity Bank Homa Bay	980263580662.00	8,031	677,633.50
Langoromo Primary School	Equity Bank Homa Bay	980279866444.00	14,121	1,002,690.60
Pap Ndege Mixed Secondary School	Equity Bank Homa Bay	980269026996.00	14,200	14,200.00
Langoromo Mixed Secondary School	Equity Bank Homa Bay	980262130924.00	594	506,221.14
Kogelo Kalanya Primary School	Equity Bank Homa Bay	980278953852.00	8,631	8,631.00
Nyakahia Mixed Secondary School	Equity Bank Homa Bay	980265987477.00	873	873.00
Riwa Mixed Secondary School	Equity Bank Homa Bay	980263474286.00	38,686	507,886.00
Arunda Primary School	Equity Bank Homa Bay	980261746780.00	13,685	600,385.00
Kogwang Primary School	Equity Bank Homa Bay	980266500664.00	0	2,060.00
Dr. Mbai Primary School	Equity Bank Homa Bay	980261746911.00	2,300	2,300.00

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2023**

<b>PMC</b>	<b>Bank</b>	<b>Account number</b>	<b>Bank Balance 30.06.2023</b>	<b>Bank Balance 30.06.2022</b>
Got Kochungo primary School	Equity Bank Homa Bay	980261799890.00	12,615	12,615.00
Homabay Town const Roads PMC	Equity Bank Homa Bay	980266470825.00	0	3,960.00
Imbo Health Center	Equity Bank Homa Bay	980264466760.00	0	9,340.00.
Kambeke Primary School	Equity Bank Homa Bay	980261593903.00	31,493	31,493.00
Kuja Primary School	Equity Bank Homa Bay	980266196092.00	26,749	1,511,859.00
Maguti Primary School	Equity Bank Homa Bay	980264228556.00	19,704	19,703.50
Majiwa Primary School	Equity Bank Homa Bay	980268442199.00	35,779	45,779.15
Nyatago Kachar Primary School	Equity Bank Homa Bay	980261754595.00	6,211	6,793.00.
Rangwena Primary School	Equity Bank Homa Bay	980261799747.00	20,168	33,262.00
Rodi Chief's camp	Equity Bank Homa Bay	980266152463.00	0	7,370.00
Rodi Primary School School	Equity Bank Homa Bay	980262623835.00	92,770	181,815.00
Sero Primary School School	Equity Bank Homa Bay	980263669075.00	10,940	1,001,700
St Marys Marindi Girls Secondary School	Equity Bank Homa Bay	980262152807.00	17,630	17,630.00
St. Patrick Makongeni Primary School	Equity Bank Homa Bay	980261737570.00	205	400,185.00
Shauri Yako Primary School	Equity Bank Homa Bay	980278904589.00	1,436,643	337,392.00
Watala Primary School	Equity Bank Homa Bay	980261736854.00	2,422	240,034.00
Ndiru Primary School	Equity Bank Homa Bay	980262088557.00	1,517,863	2,857,363.40
Nyanguu Primary School	Equity Bank Homa Bay	980261732727.00	7,000	7,000.00
Kambeke Primary School	Equity Bank Homa Bay	980261593903.00	31,493	31,493.00
Bishop Okulu Magare Girls	Equity Bank Homa Bay	980277829282.00	5228,20.00	236,836

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

PMC	Bank	Account number	Bank Balance 30.06.2023	Bank Balance 30.06.2022
Arunda Primary School	Equity Bank Homa Bay	980261746780.00	13,685	600,385.00
Wiobiero Secondary School	Equity Bank Homa Bay	980262667929.00	13,635	13,635
Lake Primary School	Equity Bank Homa Bay	980262534689.00	5,517	405,517
Bishop Ochiel Otaru Secondary	Equity Bank Homa Bay	980261758847.00	17,468	17,469
Nyalkinyi Mixed Secondary School	Equity Bank Homa Bay	980262637125.00	1,822	502,302.00
Ogande Girls Secondary School	Equity Bank Homa Bay	980262300238.00	200,886	14,069
Pala Masogo Mixed Secondary School	Equity Bank Homa Bay	980263676095.00	40,640	40,640
Nyagidha Mixed Secondary School	Equity Bank Homa Bay	980266406972.00	75,546	105,546
St Dominic Wiga Secondary School	Equity Bank Homa Bay	980261767294.00	233,148	233,148.30
Chiga Mixed Secondary School	Equity Bank Homa Bay	980261768889.00	1,021,116	22,851.00
St Theresas Nyauu	Equity Bank Homa Bay	980262200124.00	2,490	2,490
Kuja Mixed Secondary School	Equity Bank Homa Bay	980266141178.00	14,297.00	14,297
Ogande Mixed Secondary School	Equity Bank Homa Bay	980261738427.00	2,009,846	20684.10
Nyalkinyi Secondary School	Equity Bank Homa Bay	980263530538.00	32,792.00	2980.00
Nyakune Primary School	Equity Bank Homa Bay	980263530538.00	32,792	32,792
St Ambrose Got Rabuur Mixed	Equity Bank Homa Bay	980261743690.00	11,845	11,845
St Peters Disii Secondary School	Equity Bank Homa Bay	980262784191.00	11,353	511,353
St. Camillus Ojunge Mixed Secondary School	Equity Bank Homa Bay	980261729279.00	3,597	2,959,640
Homabay High School	Equity Bank Homa Bay	980278813036.00	6,165.00	141,165
ADONGO PRIMARY SCHOOL - PMC	Equity Bank Homa Bay	980271097763.00	8,768.00	69,768.00

*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

PMC	Bank	Account number	Bank Balance 30.06.2023	Bank Balance 30.06.2022
	Equity Bank Homa Bay	980263676095.00	40,640	40,640.00
	Equity Bank Homa Bay	980261759721.00	14,030	14,029.65
	Equity Bank Homa Bay	980262522607.00	19,885	19,885
	Equity Bank Homa Bay	980261739112.00	4,526	4,526.00
	Equity Bank Homa Bay	980261732627.00	1,685.50	16,421
	Equity Bank Homa Bay	980264382384.00	66,530	66,530.00
	Equity Bank Homa Bay	980261738862.00	19,875	1,145,518.70
	Equity Bank Homa Bay	980264413334.00	6,138.00	6,138.00
	Equity Bank Homa Bay	980299711771.00	89,555	89,555
	Equity Bank Homa Bay	980261759831.00	19,981	19,980.90
	Equity Bank Homa Bay	980268395917.00	14,790.30	14,790.30
	Equity Bank Homa Bay	980266236187.00	4,915	4,915.05
	Equity Bank Homa Bay	980261773246.00	483	482.50
	Equity Bank Homa Bay	980268454675.00	3,360	23,360.00
	Equity Bank Homa Bay	980263840143.00	8,200.00	28,527.00
	Equity Bank Homa Bay	980279897147.00	1,598.00	21,598.00
	Equity Bank Homa Bay	980265668925.00	0	2,780.00
	Equity Bank Homa Bay	980261736094.00	12,269	12,269.10
	Equity Bank Homa Bay	980266276075.00	844.00	123,806.00
	Equity Bank Homa Bay	980261733354.00	892	892.00

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

PMC	Bank	Account number	Bank Balance 30.06.2023	Bank Balance 30.06.2022
Rodi-Kopany Primary School	Equity Bank Homa Bay	980262623835.00	92,770	181,815
Wiga Primary School	Equity Bank Homa Bay	980269136926.00	309,424	806,794.10
Wiamen Primary School	Equity Bank Homa Bay	980266085074.00	35,006	49,006.00
Yao Primary School	Equity Bank Homa Bay	980263875593.00	52,813	52,813.00
Kanyabala Chiefs Office	Equity Bank Homa Bay	980264467243.00	10,140	408,710.00
Rodi Police Post	Equity Bank Homa Bay	980280881697.00	201.50	202
Ndori Primary School	Equity Bank Homa Bay	980262296515.00	531,685	331,685.35
Akele Primary School	Equity Bank Homa Bay	980263679988.00	409,621.00	28,337.00
Asego Primary School	Equity Bank Homa Bay	980261904273.00	42,948.00	42,948.00
Disii Primary School	Equity Bank Homa Bay	0980262616211	140,067.00	546,141.00
Gogo Katuma Primary School	Equity Bank Homa Bay	980262661909.00	34,673.25	3,379.25
Lala Primary School	Equity Bank Homa Bay	980261733245.00	118,089.00	118,089.00
Lang'oromo Primary School	Equity Bank Homa Bay	980279866444.00	14,120.60	1,002,691
Magare Primary School	Equity Bank Homa Bay	980261737909.00	9,485	58,623.00
Marindi Primary School	Equity Bank Homa Bay	980278947221.00	1,961	1,961.00
Ojunge Primary School	Equity Bank Homa Bay	980271174470.00	2,002,448.00	2,619,047.00
Nyagidha Primary School	Equity Bank Homa Bay	980280916011.00	3,180	3,180.00
Ogande Primary School	Equity Bank Homa Bay	980266141178.00	14,297.00	14,297
Pap Ndege Primary School	Equity Bank Homa Bay	980280269637.00	23,046.00	502,831.00
Rabuor Masawa Primary School	Equity Bank Homa Bay	980282534488.00	400	400.00

*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

PMC	Bank	Account number	Bank Balance 30.06.2023	Bank Balance 30.06.2022
Ruga Primary School	Equity Bank Homa Bay	980282291505.00	1,000.00	17,000.00
Riwa Primary School	Equity Bank Homa Bay	980282325349.00	1,001.00	1,001.00 CR
Wahambla Primary School	Equity Bank Homa Bay	980261737169.00	11,198.00	35,397
Wangapala Kobuola Primary School	Equity Bank Homa Bay	980262611661.00	19,832	401,000.00
East Kanyada Location Chief's Office	Equity Bank Homa Bay	980297989913.00	117,711	701,638
Komollo Location Chief's Office	Equity Bank Homa Bay	980282642165.00	89,142.00	700,000.00
Olodo Chiefs Camp	Equity Bank Homa Bay	980264467243.00	10,140.00	408,710
<b>Total</b>			<b>10,144,101</b>	<b>7,979,603</b>

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

**Annex 6: Progress on Follow Up of Auditor Recommendations**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor and subsequent progress made on the resolution of the issues.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
5.1	Misstated Compensation of Employees Balance	Compensation of employees in the year under review as disclosed in note 4 to the financial statements was ksh 4,081,273. Payment Vouchers in regard to payment of salaries to employees totaling the same amount as per the ledger have been attached for your review	Resolved	Not Applicable
5.2	Engagement of Excess Casual Employees	Section 45 (1) of National Government Constituency Development Act 2015 states that "The Constituency Committee may engage such staff as maybe necessary for execution of its functions including persons with knowledge in information and communications technology, construction and basic accounting. (2) Staff employed under sub-	Not Resolved	1/7/2023



*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p><i>section (1) shall assist the Constituency Committee in project monitoring, evaluation, co-ordination and proper keeping of records and such staff shall be remunerated from the funds allocated for administration and recurrent expenses of the Constituency Committee. The NG-CDF Act 2015 supersedes the circular previously issued by the board on maximum staff to be engaged by the constituency.</i></p> <p><i>However, the management has taken note of the recommendation and will reduce the number of employees accordingly.</i></p>		
6.1	Failure to Brand Completed Construction of 4 No. Classrooms at Ngere Primary School	<p><i>This was an isolated case in which the Project Management Committee delayed to brand the project upon completion. This project has since been branded with the</i></p>	Resolved	Not Applicable

*Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*


Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p><i>constituency logo as evidenced by the project photos attached. Management will continue ensuring that all the projects funded under the Act are branded upon completion.</i></p>		
6.2	Unapproved Change of Project Scope at Wiga Primary School	<p><i>This was an isolated case in which the Project Management Committee considered internal finishes to be of priority as compared to external works which had been approved, however, the management hereby assures you that they will ensure that any changes in scope of the approved projects are approved by the board before implementation by the respective PMC and also commits to allocate additional funds in financial year 2023/ 2024 for completion of the pending external finishes</i></p>	Not Resolved	1/2/2024
6.3	Unsupported Purchase of Land at Nyagidha Mixed Secondary School	<p><i>Valuation of the land was done by government registered Valuer</i></p>	Resolved	Not Applicable

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		(Membership number 671 as per the copy of annual practicing Certificate number VRB/63/23), however, the missing documents were in the custody of the Project management Committee, copies of the same have been availed for your perusal.		
6.4	Unsupported and Stalled Construction of Laboratory at Wobiero Secondary School	The management allocated Kshs. 500,000 in the financial year 2022/2023 for completion of the project. Copy of the approved projects code list extract page is attached	Not Resolved	1/10/2023
7.0	Failure to Properly Constitute the Bursary Sub-Committee	Attached please find the minutes of NG-CDFC and letters appointing/ establishing the Bursary Sub Committee. The Management has also taken note of the recommendation.	Resolved	Not Applicable
8.1	Overpayment of National Social Security Fund (NSSF)	The staff salary payment voucher no. 280 (Copy attached) attracted NSSF deduction of Ksh 12,900. This figure of Ksh 12,900 was erroneously posted in	Resolved	Not Applicable

**Homa Bay Town National Government Constituency Development Fund (NG-CDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
8.2	Unsupported Management Committee (PMC) Bank Balances	cashbook as Ksh 2,900 leading to overstatement of bank balance of Ksh 10,000. The overstatement was later corrected by posting an additional sum of Ksh 10,000 in the cashbook on 30 April 2023 in regards to under stated NSSF Deduction. Cashbook extract where the anomaly was corrected has been attached for your review.	Resolved	Not Applicable
	Project Management Committee (PMC) Balances	Certificate of PMC Account Balances as at 30 <sup>th</sup> June 2022 has been attached for your review.	Resolved	Not Applicable

  
 .....  
**David Agong**  
 Fund Account Manager