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Clerk at the Table: A. Shikuko

REPORT

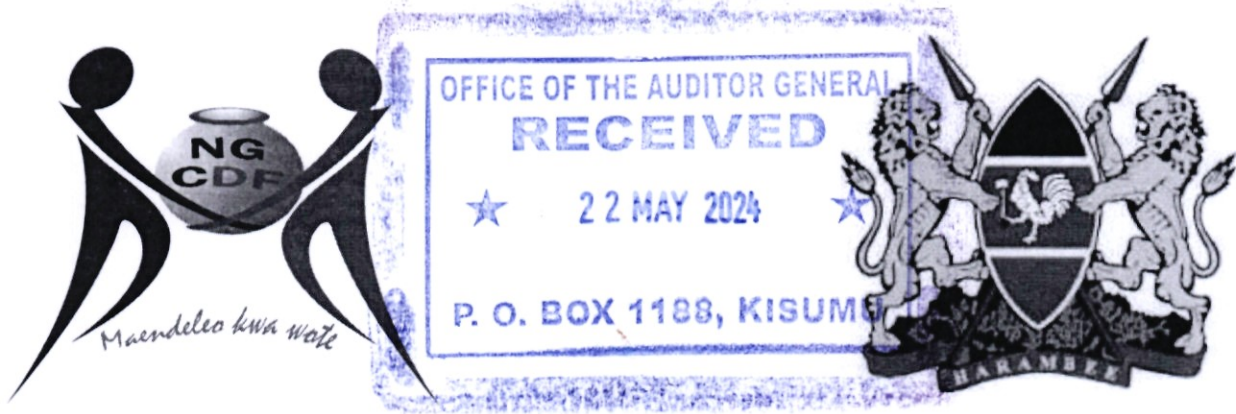
OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – BONDO
CONSTITUENCY**

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

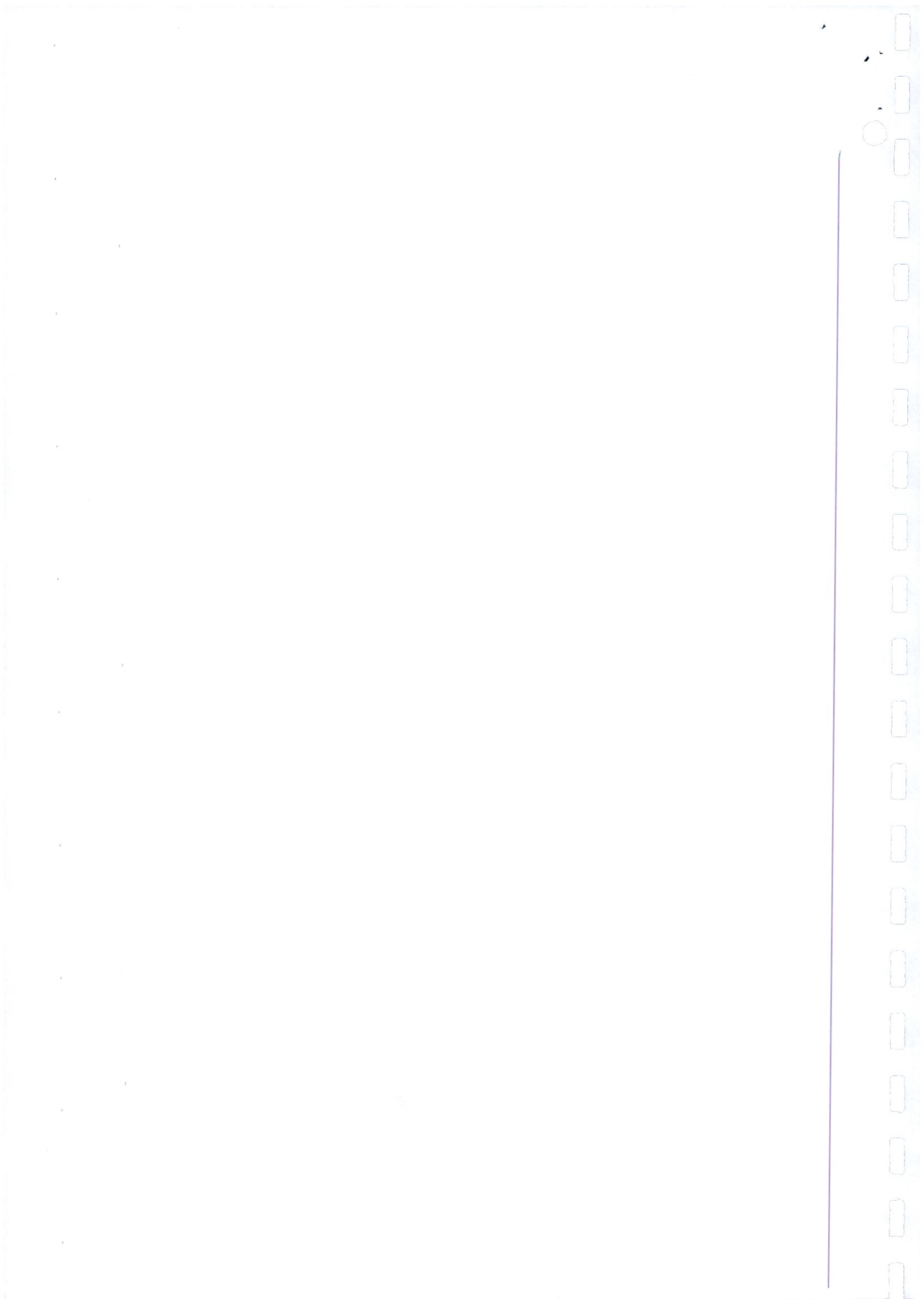


BONDO CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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



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

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

I. Acronyms and Abbreviations

DA	District Accountant
CDF	Constituency Development Fund
IPSAS	International Public Sector Accounting Standards.
NG-CDF	National Government Constituencies Development Fund
NG-CDFC	National Government Constituency Development Fund Committee
PFM	Public Finance Management
FY	Financial Year
FAM	Fund Account Manager
RMIS	Risk Management Information System
OSHA	Occupational Safety and Health Act

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;

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- 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 Bondo 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)

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Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Judith Ochoro
2	Sub-County Accountant	Jorim Agola
3.	Chairman NGCDFC	Bernard T Lwala
4.	Member NGCDFC	Peter Juma

(c) Fiduciary Oversight Arrangements

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

P.O. Box 21-40601
NGCDF Building/Next to Jaramogi Oginga Odinga Hall
Behind Bondo Law Court
Bondo, KENYA

(e) BONDO Constituency NGCDF Contacts

Telephone: (254) 0717512051
E-mail: cdfbondo@ngcdf.go.ke
Website: www.go.ke

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(f) Bondo Constituency NGCDF Bankers

Cooperative Bank of Kenya -01141623406300
Bondo Branch
P.O. Box
Bondo, Kenya

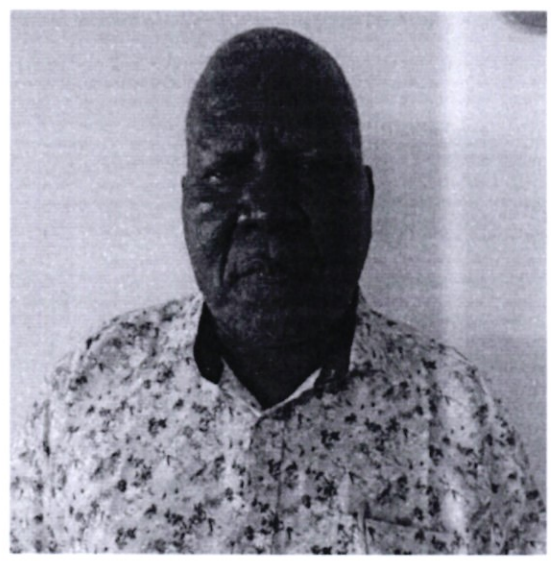
(g) Independent Auditors

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

III. NG-CDFC Chairman's Report



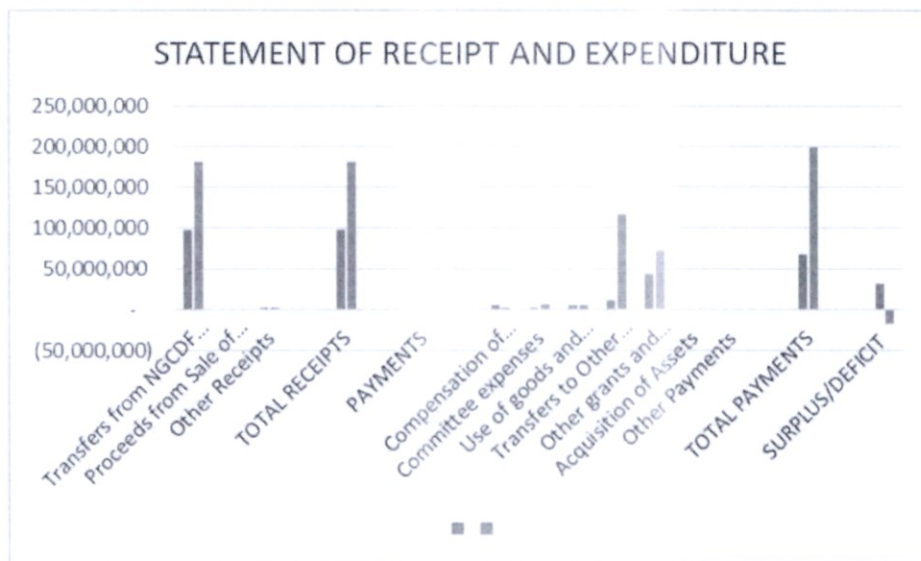
I hereby present the constituency Annual Report and Financial Statements for 2022-2023 during which we recorded a bit lower performance mainly due to late disbursement of funds.

I once again confirm our commitment in achieving the objectives set. We however achieved a general performance of 39.3% against the previous performance of 95.1%, this was low in comparison. We received a total of Kshs. 97,000,000.00 from the board and balance brought forward was 18,708,769.00 of which Kshs. 5,061,313 paid compensation to employees, Kshs. 2,370,500 catered for committee allowances and expenditures, Kshs. 5,531,094 facilitated activities and operations of the fund, Kshs. 11,000,000 facilitated implementation of projects in Primary and Secondary schools, Kshs. 43,155,888 facilitated implementation of Emergency, Security, Environment, Sports, NHIF and Bursary.

The performance is hereby summarised as shown below

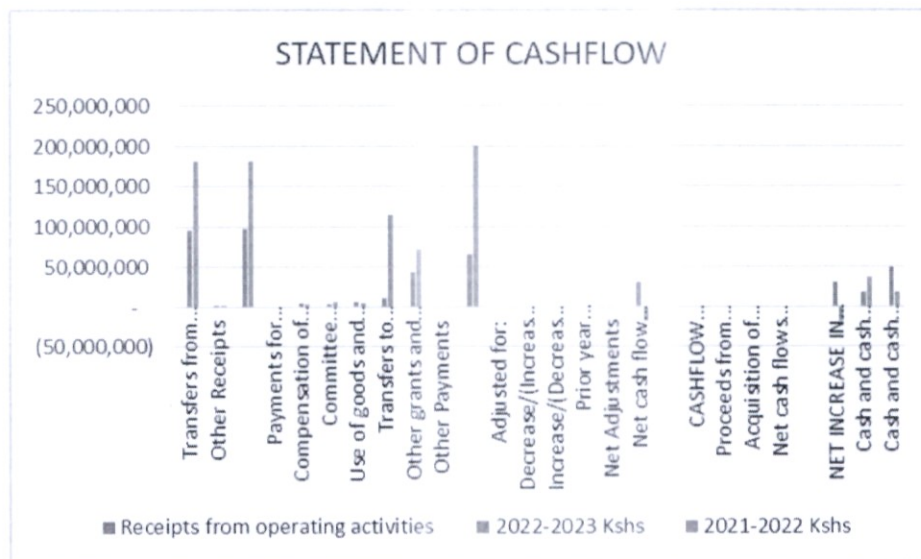
Summary of the budget performance against actual amounts for current year classification and programme is as shown below;

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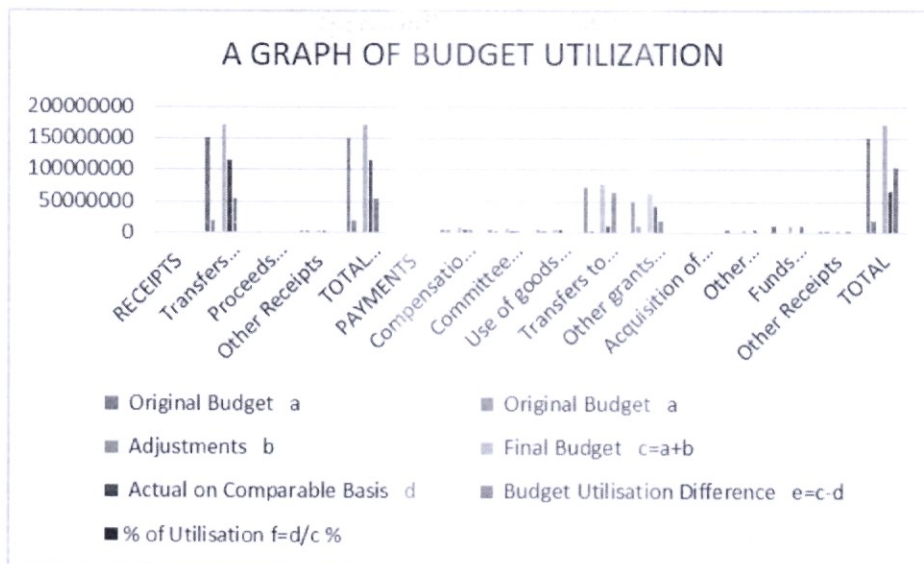
KEY

The general observation is that the constituency got less receipts and late disbursement in 2022/2023 compared to previous financial year 2021/2022 thus resulting into less payments in 2022/2023 compared to 2021/2022 FY.



The above is that there was a decrease in net cahflow in 2022/2023 FY compared to 2021/2022 FY hence a decrease in the rate of absorption, this was brought about by late disbursement funds from the board.

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a) The total revenue on actual comparable basis comprises of;

Opening balance of Ksh. 18,635,112.70, receipt for 2022/2023 FY of Ksh. 97,000,000, AIA of Ksh.40, 000 and PMC closure balances of Ksh. 33,656 totalling to 115,708,769.

- i. Transfer from CDF Board was 63.8%.
- ii. Compensation of employees is 58 %.
- iii. Use of goods and services is 100% showing efficient service delivery
- iv. Transfer to other government units is 14%. Brought about by late disbursement of funds.
- v. Other Grants and Other Transfers is 70 %, a total of ksh. 54,960,174 had AIE's pending.
- vi. The general budget performance is therefore at **39.3%**.

USIGU DIVISIONAL HEADQUARTER OFFICE





CONSTRUCTION OF STAFF HOUSE AT MARANYONA SECONDARY SCHOOL



COMPLETION OF DINING HALL AT BAR-KANYANGO SECONDARY SCHOOL



CONSTRUCTION AND COMPLETION OF POLICE POST AT NANGO POLICE STATION.

Implementation challenges

- Late disbursement of funds resulting in low absorption rate.
- Satisfaction of school bursary requirements for needy students
- Limitation of scope of project implementation limited to education and security only.
- Inadequate resources to satisfy school demand in the expansive Bondo constituency.

But prioritisation of the most need cases gradually, the constituency will eventually overcome the challenge.

Way forward

Various levels of Government to establish an Integrated approach on issues of resource allocation to avoid late disbursement of funds.



Name: Bernard T Lwala
Chairman NGCDF Committee

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IV. 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 *Bondo Constituency 2022-2023* plan are to:

- To improve infrastructure in schools
- To increase accessibility to security services
- To improve sports activities to empower and develop youth talent
- To take care of environment conservation

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	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels	In FY 2022/2023 -we increased number of laboratories from 29 to 31 in Wambarra, Nyawita, Ulowa Girls Sec Schools. Classrooms from 6 to 10 in Gombe Primary school. Dormitories from 2 to 3 in Bar-Kowino Sec School. Staff house from 20 to 21 in Maranyona sec school. schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	To enhance the number of	Increased number of	Number of security projects	We increased security projects

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

	security projects in the constituency	security projects		from 21 to 23
Environment	To have clean and safe water and soil conservation	Increased number of boreholes, trees, improved harvest	Number of boreholes and trees.	We did storm water drainage at Bondo TTC which is 75 % done are expecting funds for completion in 2023/2024.
Sports	To have confident youths by organising sports.	Increased number of youths empowered.	Number of clubs	We increased number of clubs from 12 to 18 clubs.
Emergency	Prompt mitigation process	. Improved efficiency and effectiveness in attending to calamities.	Number of classrooms reconstructed after a disaster.	We increased number of reconstructed classrooms from 14 to 24.

V. Statement of Governance.

Functions and appointment 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.

Appointment

Regulation 5(1) makes reference 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 taking into account 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.

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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 NGCDF 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.

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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;
- q) Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;
- r) Collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- s) Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act;

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- t) Submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain-
- i) A list of all the new projects commenced during the financial year and their completion status; and
 - ii) A list of all projects approved, funded and commenced during previous financial years, and their completion status;
- u) Enter into performance contracting with the Board on an annual basis;
- v) In exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution;
- w) Receive returns from project management committees in accordance with regulation 15;
- x) Maintain a database of project management committees and reports from the respective committees;
- y) Ensure that the reports referred to in paragraph (x) are received before funding is released for each phase of the project being implemented;
- z) Record the names of all the signatories of the accounts of a project management committee as communicated to a Constituency Committee by the project management committee upon assumption of office;
- aa) Receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- bb) Ensure that the committee does not enter into commitments for which funding has not been allocated;
- cc) Ensure projects are labelled in accordance with the guidelines issued by the Board; and
- dd) Perform any other function assigned to it by the Board.

Gazettement of each NGDFC Committee member

Name	Date of Gazette ment	Date of Inductio n	Date of Trainin g	The number of meetings held during the year were	Policy on conflict of interest.	Rates of Remune ration	Ethic and conduct
Bernard Taxius Lwala	29 th November, 2022		20-24 th March 2023	--	Members are required to avoid any situation that may give rise to a conflict of interest. If an actual or potential conflict of interest arises, the member shall recuse himself or herself from any meeting deliberations or decisions related to the matter that is the subject of the conflict of interest.	Chairman Kshs 7,000	There exists a code of conduct guiding committee members
Irene Awino Oketch	29 th November, 2022		20-24 th March 2023			Committee Member Kshs 5,000.	
Joseph Ochieng Ongech			20-24 th March 2023				
Josphine Atieno	29 th November, 2022		20-24 th March 2023				
Joseph Ochar	29 th November, 2022		20-24 th March 2023				
Peter Juma Aduogo	29 th November, 2022		20-24 th March 2023				

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Cyrus Maina	29 th November, 2022		20-24 th March 2023				
Dorothy Anyango	29 th November, 2022		20-24 th March 2023				

Risk Management

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Bondo 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.

VI. Environmental and Sustainability Reporting

BONDO 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 BONDO NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** BONDO 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; NGCDF 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

BONDO TTC

Maintenance of Bondo TTC storm water drainage system

The Institution has had water logging problem for some time to the extent that the college could not operate due to difficulty in movement. The NG-CDFC prioritised it under environment so as to curb the problem and to allow the Institution to operate.

500 students are now able to carry out their learning activities normally after completion of the project.

18 teaching staff and 12 non-teaching staff are now able to carry out their day-to- day activities in the college as they used to do.

3. Employee welfare

We invest in providing the best working environment for our employees. Bondo 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. Bondo 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-

BONDO NGCDF 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.

NGCDF 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-

BONDO NGCDF has endeavoured to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary. 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.

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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.

Bondo NG-CDF have continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.



.....
Name: Judith Ochoro
Fund Account Manager.

VII. 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-Bondo 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-Bondo 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- Bondo 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 Bondo 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

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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.

Approval of the financial statements

The NGCDF- Bondo Constituency financial statements were approved and signed by the Accounting Officer on 30/09/2023.



Name: Bernard T. Lwala
Chairman – NGCDF Committee



.....
Name: Judith Ochoro
Fund Account Manager

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
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 CONSTITUENCY DEVELOPMENT FUND - BONDO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the 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, risk management environment and 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 Constituency Development Fund - Bondo Constituency set out on pages 1 to 39, 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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Bondo 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

Inaccuracies of the Financial Statements

Review of the annual report and financial statements presented for audit revealed the following inaccuracies: -

- (i) The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.49,260,341 while Note 12A to the financial statements reflects Kshs.48,589,973 resulting to an unreconciled and unexplained variance of Kshs.670,368.
- (ii) The statement of assets and liabilities reflects net financial position of Kshs.48,589,973 while casting revealed a balance of Kshs.49,270,342 resulting to an unreconciled and unexplained variance of Kshs.680,369.
- (iii) The statement of receipts and payments reflects amounts of Kshs.2,370,500 and Kshs.5,531,094 in respect of committee expenses and use of goods and services respectively. However, the summary statement of appropriation reflects amounts of Kshs.3,460,113 and Kshs.4,441,481 for committee expenses and use of goods and services respectively, resulting to an unreconciled and unexplained variance of Kshs.1,089,613 in both items.
- (iv) The statement of receipts and payments reflects total payments amounting to Kshs.67,118,795 while casting revealed total payments of Kshs.66,448,427 resulting to an unreconciled and unexplained variance of Kshs.670,368.
- (v) The statement of receipts and payments reflects a surplus of Kshs.30,625,229 while the statement of assets and liabilities reflects a surplus of Kshs.30,635,229 resulting to an unexplained variance of Kshs.10,000.

In the circumstances, the completeness and accuracy of the above amounts reflected in the financial statements could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Bondo 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

Budgetary Control and Performance

The summary statement of Appropriation reflects final receipts budget and actual on comparable basis of Kshs.170,668,943 and Kshs.115,708,769 respectively, resulting to underfunding of Kshs.54,960,174 or 32% of the budget. Similarly, the Fund spent Kshs.67,118,795 against actual receipts of Kshs.115,708,769 resulting to under-utilization of Kshs.48,589,974 or 42% of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, some issues were raised under the Report on the Financial Statements and Report on the Lawfulness and Effectiveness in Use of Public Resources. However, Management has not resolved the issues or provided explanation for failure to resolve them.

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 the 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 the public resources have not been applied lawfully and in an effective way.

Basis of Conclusion

1. Delay in Completion of Dining Hall at Nyangoma Secondary School

The statement of receipts and payments as disclosed in Note 7 to the financial statements reflects transfers to Other Government Units of Kshs.11,000,000 which includes an amount of Kshs.4,500,000 transferred to Nyangoma Secondary School Project Management Committee Account (PMC) for the completion of a dining hall and kitchen. The estimated total cost for the project was Kshs.12,300,000 and in the previous financial year, an amount of Kshs.5,000,000 had been transferred towards the project. However, physical verification conducted in March, 2024, revealed that though the construction of the dining hall had been completed and inspected on 10 July, 2023, it was yet to be handed over to the school and was thus not in use.

In the circumstances, value for money for the expenditure of Kshs.9,500,000 spent on the Project to date could not be confirmed.

2. Incomplete Project at Wambas Law Court

Review of procurement records revealed that a contract for completion of Wambas Law Courts was awarded at a contract sum of Kshs.3,000,000. However, physical inspection carried out in March, 2024 revealed that the contractor had not completed various works such as plumbing, electrification, plastering, painting, floor tiling works and signage, despite receiving full payment. In addition, there was no evidence that the project is regularly supervised as the project status report indicated that the project had not been started.

In the circumstances, it was not possible to confirm if the expenditure incurred on this project was a proper charge on public funds.

The audit was conducted in accordance with the 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 comply, 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and 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 the ISSAI 2315 and ISSAI 2330. The Standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, 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 the Management and those Charged with Governance

The 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.

The 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 comply 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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal 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 policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- 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 control that are identified during the audit.

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

30 May, 2024

BONDO Constituency
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IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	97,000,000	181,277,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	73,656	123,055
TOTAL RECEIPTS		97,073,656	181,400,813
PAYMENTS			
Compensation of employees	4	4,390,945	2,413,768
Committee expenses	5	2,370,500	6,512,078
Use of goods and services	6	5,531,094	4,420,577
Transfers to Other Government Units	7	11,000,000	114,875,118
Other grants and transfers	8	43,155,888	71,190,078
Acquisition of Assets	9	-	-
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
TOTAL PAYMENTS		67,118,795	199,411,619
SURPLUS/DEFICIT		30,625,229	(18,010,806)

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

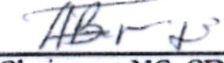
The Constituency financial statements were approved by the NGCDFC on 30/9/2023 and signed by:


 Fund Account Manager

Name: Judith Ochoro


 National Sub-County Accountant

Name: Jorim Agola
 ICPAK M/No:


 Chairman NG-CDF Committee

Name: Bernard T. Lwala

BONDO Constituency
National Government Constituencies Development Fund (NGCDF)
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X. Statement Of Assets and Liabilities As At 30th June, 2023


	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	49,260,341	18,635,113
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		49,260,341	18,635,113
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		49,260,341	18,635,113
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		49,260,341	18,635,113
Represented By			
Fund Balance B/Fwd	15	18,635,113	36,645,919
Prior Year Adjustments	16	-	-
Surplus/(Deficit) for The Year		30,635,229	(18,010,806)
Net Financial Position		48,589,973	18,635,113

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

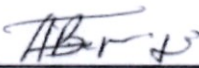
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Name: Jorim Agola
 ICPAK M/No:


 Chairman NG-CDF Committee

Name: Bernard T. Lwala

BONDO Constituency
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XI. Statement Of Cash Flows for The Year Ended 30th June 2023


		2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	97,000,000	181,277,758
Other Receipts	3	73,656	123,055
		97,073,656	181,400,813
Payments for operating activities			
Compensation of Employees	4	5,061,313	2,413,768
Committee expenses	5	2,370,500	6,512,078
Use of goods and services	6	5,531,094	4,420,577
Transfers to Other Government Units	7	11,000,000	114,875,118
Other grants and transfers	8	43,155,888	71,190,078
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
		67,118,795	199,411,619
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	670,368	-
Prior year Adjustments	16	-	-
Net Adjustments		670,368	-
Net cash flow from operating activities		30,625,229	(18,010,806)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT			
		30,625,229	(18,010,806)
Cash and cash equivalent at BEGINNING of the year	12	18,635,113	36,645,919
Cash and cash equivalent at END of the year		49,260,342	18,635,113

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

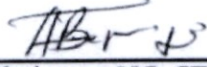
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 Fund Account Manager

Name: Judith Ochoro


 National Sub-County
 Accountant

Name: Jorim Agola
 ICPAK M/No:


 Chairman NG-CDF
 Committee

Name: Bernard T. Lwala

BONDO Constituency
National Government Constituencies Development Fund (NGCDF)
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XII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	151,960,174	18,512,058	0	170,472,232	115,512,058	54,960,174	67.8%
Proceeds from Sale of Assets				0		0	0.0%
Other Receipts	73,656	123,055.00		196,711	196,711	0	0.0%
TOTAL RECEIPTS	152,033,830	18,635,113	0	170,668,943	115,708,769	54,960,174	67.8%
PAYMENTS							
Compensation of Employees	4,513,800	3,099,312		7,613,112	5,061,313	2,551,799	66.5%
Committee expenses	3,105,810	576,186		3,681,996	3,460,113	221,883	94.0%
Use of goods and services	5,736,805	300,089		6,036,894	4,441,481	1,595,413	73.6%
Transfers to Other Government Units	72,307,344	4,017,103		76,324,447	11,000,000	65,324,447	14.4%
Other grants and transfers	51,014,596	10,519,368		61,533,964	43,155,888	18,378,076	70.1%
Acquisition of Assets	-	-		0	0	0	0.0%
Oversight committee expenses	320,000	-					
Other Payments	4,961,819	-		4,961,819	0	4,961,819	0.0%
Funds Pending Approval	10,073,656	123,056		10,196,712	0	10,196,712	0.0%
TOTAL	152,033,830	18,635,113	0	170,668,943	67,118,795	103,550,148	39.3%

**BONDO Constituency
National Government Constituencies Development Fund (NGCDF)
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***Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or ALA not yet allocated for specific projects.*

Explanatory Notes.

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

Underutilization of budget for the below listed items:


Item	Budget Underutilization %	Remarks
BUDGET Underutilization		
Compensation of Employees	58%	Due to non, late and low disbursement of funds from the NGCDF board
Committee Expenses	62%	Due to non, late and low disbursement of funds from the NGCDF board
Transfers to Other Government Units	14.4%	Due to non, late and low disbursement of funds from the NGCDF board
Other Grants and transfers	70 %	Due to non, late and low disbursement of funds from the NGCDF board
Other Payments	0 %	Due to non, late and low disbursement of funds from the NGCDF board
Funds Pending Approval**	0 %	Due to non, late and low disbursement of funds from the NGCDF board
Budget overutilization		Due to non, late and low disbursement of funds from the NGCDF board
Use Of Goods and Services	100 %	Due to pending bills resulting from late disbursement

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.


BONDO Constituency
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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	103,550,148
Less undisbursed funds receivable from the Board as at 30 th June 2023	54,960,174
	48,589,974
Increase/(decrease) Accounts payable	670368
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30 th June 2023	49,260,342

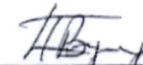
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.
 The Constituency financial statements were approved by NG CDFC on 30/09/2023 and signed by:



 Fund Account Manager
 Name: Judith Ochoro



 National Sub-County Accountant
 Name: Jorim Agola
 ICPAK M/No:



 Chairman NG-CDF Committee
 Name: Bernard T Lwala

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XIII. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f = e/c %)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	30/06/2023		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	4,513,800.00	3,099,312		7,613,112	5,061,313	2,551,799	
1.2 Committee allowances	1,801,810.00	286,317		2,088,127	1,580,333	507,794	76%
1.3 Use of goods and services	2,802,000.00	300,089.00		3,102,089	3,102,089	-	100%
Total	9,117,610	3,685,717	-	12,803,327	9,743,735	3,059,592	
2.0 Monitoring and evaluation							
2.1 Capacity building	1,595,413.00	-0.30		1,595,413	1089613	505,800	
2.2 Committee allowances	1,304,000.00	289,869.24		1,593,869	790,167	803,702	
2.3 Use of goods and services	1,339,392.00	0		1,339,392	1,339,391.00	1	100%
Total	4,238,805	289,869	-	4,528,674	3,219,171	1,309,503	
3.0 Emergency							
3.1 Primary Schools	3,500,000.00			3,500,000	0	3,500,000	
3.2 Secondary schools	2,500,000.00			2,500,000	0	2,500,000	
3.3 Tertiary institutions	1,000,000.00			1,000,000	0	1,000,000	0%

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3.4 Security projects	636,190.00		-	636,190	0	636,190	0%
3.5 Unutilised				-		-	
Total	7,636,190	-		7,636,190	-	7,636,190	0%
4.0 Bursary and Social Security				-		-	
4.1 Secondary Schools	18,000,000.00			18,000,000	17,305,980	694,020	96%
4.2 Tertiary Institutions	7,000,000.00			7,000,000	7,000,000	-	100%
4.3 Social Security	3,000,000.00	3,000,000.00		6,000,000		6,000,000	0%
4.4 Special Needs	0.00			-	-	-	
Total	28,000,000	3,000,000	-	31,000,000	24,305,980	6,694,020	78%
5.0 Sports				-		-	
5.1	2,689,203.00	77,660.58		2,766,864	2,108,131	658,733	76%
5.2	350,000.00			350,000		350,000	0%
Total	3,039,203	77,661		3,116,864	2,108,131	1,008,733	68%
				-		-	
6.0 Environment				-		-	
6.1 Bondo TTC	2,000,000.00	2,741,777.60		4,741,778	2,741,778	2,000,000	58%
6.2 Serawongo Sec school	200,000.00			200,000		200,000	0%
6.3 Bondo Township Primary	200,000.00			200,000		200,000	0%
6.4 Bar-Kanyango sec school	200,000.00			200,000		200,000	0%
6.5 Gombe Primary	239,203.00			239,203		239,203	0%
6.6 Kanyibok Sec School	200,000.00			200,000		200,000	0%

8.10 Jusa Sec School	9,000,000.00		9,000,000		9,000,000	0%
8.9 Jusa Sec School	3,000,000.00		3,000,000		3,000,000	0%
8.8 Kanyibok Sec/ Primary School	2,000,000.00		2,000,000		2,000,000	0%
8.7 Got Agulu Sec School	3,500,000.00		3,500,000		3,500,000	0%
8.6 Maranyona Sec School	2,000,000.00		2,000,000		2,000,000	0%
8.5 Nyabenge Sec School	3,000,000.00		3,000,000		3,000,000	0%
8.4 Usenge High School	2,000,000.00		2,000,000		2,000,000	0%
8.3 Ulowa Girls Sec School	3,000,000.00		3,000,000		3,000,000	0%
8.2 Bar-Kanyango Sec School	3,500,000.00		3,500,000		3,500,000.00	100%
8.1 Nyangoma Sec School	4,500,000.00		4,500,000		4,500,000.00	100%
8.0 Secondary Schools Projects			-		-	
Total	12,807,344	3,000,000	15,807,344		12,807,344	
7.3 Rapogi Primary	0	3,000,000.00	3,000,000		3,000,000.00	100%
7.2 St. Paul Ogoya	9,000,000.00		9,000,000		9,000,000	0%
7.1 Gombe Primary School	3,807,344.00		3,807,344		3,807,344	
7.0 Primary Schools Projects			-		-	
Total	3,039,203	2,741,778	5,780,981		2,741,778	3,039,203

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8.11 Serawongo Sec School	9,000,000.00			9,000,000		9,000,000	0%
8.12 Joakim Owang Sec School	9,000,000.00			9,000,000		9,000,000	0%
8.13 Wambarra Sec School	3,000,000.00			3,000,000		3,000,000	0%
8.14 Nyawita Sec School	3,000,000.00			3,000,000		3,000,000	0%
				-		-	
				-		-	
Total	59,500,000	-	-	59,500,000	8,000,000	51,500,000	13%
9.0 Tertiary institutions Projects				-		-	
Nyangoma TTI	-	1,017,103		1,017,103		1,017,103	0%
Total	-	1,017,103	-	1,017,103	-	1,017,103	0%
10.0 Security Projects				-		-	
10.1 Wamasa Law Courts	3,000,000.00	0		3,000,000	3,000,000	-	100%
10.2 Usigu Divisional HQ	3,000,000.00	-70		2,999,930	3,000,000	70	100%
10.3 Nango Police Station	3,300,000.00	4,700,000.00		8,000,000	8,000,000	-	100%
				-		-	
Total	9,300,000	4,699,930	-	13,999,930	14,000,000	70	100%
11.0 Acquisition of assets				-		-	
	-			-		-	
Total	-	-	-	-	-	-	-
12.0 Oversight Committee Expenses (itemize)				-		-	
Constituency Oversight Committee	320,000	-	-	320,000	-	320,000	0%

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	-		-	-	-	-	
	-		-	-	-	-	
	-		-	-	-	-	
Total	320,000		-	320,000		320,000	0%
12.1 Strategic Plan	2,000,000.00			2,000,000		2,000,000	%
12.2 Innovation Hub	0			-		-	
12.2 NG-CDF HALL	2,961,819.00			2,961,819		2,961,819	%
Total	4,961,819		-	4,961,819		4,961,819	%
14.0 unallocated fund				-		-	
Unapproved projects	10,000,000			10,000,000		10,000,000	%
AIA	40,000			40,000		40,000	%
PMC savings(closure)	33,656	123,055.70		156,712		156,712	%
Total	10,073,656	123,056	-	10,196,712	-	10,196,712	%
				-		-	
Total	152,033,830	18,635,113	-	170,668,943	67,118,795	103,550,149	39%

(NB: 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)

XIV. 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 NGCDF-Bondo 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.

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National Government Constituencies Development Fund (NGCDF)
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Significant Accounting Policies continued

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.

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.

Significant Accounting Policies continued

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.

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.

Significant Accounting Policies continued

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.

Significant Accounting Policies continued

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

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 10 June 2022 for the period 1st July 2022 to 30th 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.

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Significant Accounting Policies Continued

13. Subsequent Events

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

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.

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO B185019	7,000,000	
AIE NO B185315	6,000,000	
AIE NO B185567	15,000,000	
AIE NO B185850	5,000,000	
AIE NO B206302	12,000,000	
AIE NO B205691	12,000,000	
AIE NO B207771	20,000,000	
AIE NO B205531	20,000,000	
AIE NO. B 140847		33,000,000
AIE NO. B 105373		34,000,000
AIE NO. B 126354		10,000,000
AIE NO. B 105735		24,000,000
AIE NO. B 132456		5,000,000
AIE NO. B 128770		12,000,000
AIE NO. B 154372		16,000,000
AIE NO. B 154268		33,347,101
AIE NO. B 155926		11,188,879
AIE NO. A 888522		2,741,778
Total	97,000,000	181,277,758

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)	-	-
Total	-	-

3. Other Receipts

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	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	73,656	123,055
Total	73,656	123,055

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,052,144	2,348,968
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	1,860,129	-
Employer Contributions Compulsory national social security schemes	149,040	64,800
Total	5,061,313	2,413,768.

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	1,458,500	3,727,278
Other committee expenses	912,000	2,784,800
Total	2,370,500	6,512,078.00

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6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	80,245	78,762
Communication, supplies and services	18,900	-
Domestic travel and subsistence	436,730	-
Printing, advertising and information supplies & services	65,214	-
Rentals of produced assets	-	-
Training expenses	751,000	726,000
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialized materials and services	1,746,000	1,465,080
Office and general supplies and services	882,000	470,000
Fuel, oil & lubricants	1,139,580	1,175,217
Other operating expenses	7,500	45,000
Routine maintenance – vehicles and other transport equipment	403,925	460,518
Routine maintenance – other assets		-
Total	5,531,094	4,420,577

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	3,000,000	51,375,118
Transfers To Secondary Schools (See Attached List)	8,000,000	63,500,000
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	11,000,000	114,875,118

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	24,005,980	28,031,000
Bursary – tertiary institutions (see attached list)	300,000	12,200,900
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programme (NHIF)	-	2,412,000
Security projects (see attached list)	14,000,000	9,975,188
Sports projects (see attached list)	2,108,130	3,414,117
Environment projects (see attached list)	2,741,778	2,741,778
Emergency projects (see attached list)	-	12,415,096
Roads projects (see attached list)	-	-
Total	43,155,888	71,190,178

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
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	-	-
Total	-	-

10. Oversight Committee expenses

	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
Committee allowances	-	-
Committee expenses	-	-
	-	-

11. Other Payments

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

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Cooperative Bank, Bondo A/C 1141623406300. (Main account)</i>	48,589,973	18,635,113
Total	48,589,973	18,635,113
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

13. Outstanding Imprests

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

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

BONDO Constituency
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Notes to the Financial Statement Continued

14. A Retention

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

14B. Gratuity

	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	0	-
Gratuity held during the year (B)	1860129	-
Gratuity paid during the Year (C)	1,189,761	-
Closing Gratuity as at 30 th June D= A+B-C	670,368	-

15. Fund Balance B/F

	(1 st July 2022-2023)	(1 st July 2021-2022)
	Kshs	Kshs
Bank accounts	18,635,113	36,645,919
Cash in hand	-	-
Imprest	-	-
Total	18,635,113	36,645,919
Less		
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	18,635,113	36,645,919

[Provide short appropriate explanations as necessary]

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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	18,635,113	-	-
Cash in hand	-	-	-
Imprests and advances	(-)	-	(-)
Deposits and retentions	-	-	-
Gratuity	-	-	-
Others (<i>specify</i>)	-	-	-
Total	18,635,113	-	-

** The adjusted balances are not carried down on the face of the financial statement.
(Entity to provide disclosure on the adjusted amounts)

17. Changes In Accounts Receivable – Outstanding Imprests

	2022/2023	2021/2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
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 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022/2023	2021/2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

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

19.3: Unutilized Fund (See Annex 3)

	2022/2023	2021/2022
	Kshs	Kshs
Compensation of employees	-	-
Committee expense	-	-
Use of goods and services	-	-
Amounts due to other Government entities (see attached list)	-	-
Amounts due to other grants and other transfers (see attached list)	-	-
Acquisition of assets	-	-
Other Payments (<i>specify</i>)	-	-
Funds pending approval	-	-
Total	-	-

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18.4: PMC account balances (See Annex 5)

	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	20,687	7,495
Total	20,687	7,495

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XVI. Annexe
 Annexes: I Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstandin g Balance	Comment s
	a		b		
Construction of buildings	-	-	-	-	-
1.	-	-	-	-	-
2.	-	-	-	-	-
3.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Construction of civil works				-	-
4.	-	-	-	-	-
5.	-	-	-	-	-
6.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Supply of goods				-	-
7.	-	-	-	-	-
8.	-	-	-	-	-
9.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Supply of services				-	-
10.	-	-	-	-	-
11.	-	-	-	-	-
12.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Grand Total	-	-	-	-	-

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	
NG-CDFC Staff				-
1.	0	-	0	-
2.	0	-	0	-
3.	0	-	0	-
Sub-Total	0	-	0	
Grand Total	0	-	0	

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 Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance
		2022-2023	2021-2022
Compensation of employees	Payment of staff salaries	2,551,798.68	3,464,555.00
Use of goods & services	Office running expenses	221,882.98	512,860.00
Amounts due to other Government entities			
Gombe Primary School	Renovation of 4 classrooms and fencing	3,807,344.00	3,000,000.00
St. Paul Ogoya	Construction of six classrooms	9,000,000.00	
Ulowa Girls Sec School	Completion of Lab	3,000,000.00	
Usenge High School	Completion of Admin block	2,000,000.00	
Nyabenge Sec School	Completion of Lab	3,000,000.00	
Maranyona Sec School	Completion of Staff house	2,000,000.00	
Got Agulu Sec School	Completion of Admin block	3,500,000.00	
Kanyibok Sec/ Primry School	Completion of Admin block	2,000,000.00	
Jusa Sec School	Completion of Admin block	3,000,000.00	
Jusa Sec School	Construction of Dining Hall	9,000,000.00	
Serawongo Sec School	Construction of Admin block and slab	9,000,000.00	
Joakim Owang Sec School	Construction of 5 classrooms and slab	9,000,000.00	

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Wambarra Sec School	Completion of Laboratory	3,000,000.00	
Nyawita Sec School	Completion of Laboratory	3,000,000.00	
Nyangoma TTI	Purchase of land for expansion	1,017,103.00	1,017,103.00
		-	
	Sub-Total	68,098,127.00	
Amounts due to other grants and other transfers			
Busary secondary school	Payment of bursaries to needy students	694,020.00	18.40
Busary to tertiary			
NHIF social security	Payment of NHIF to special interest persons	6,000,000.00	3,000,000.00
Environment	Bondo TTC storm water drainage system	3,039,202.60	2,741,777.58
Sports	To fund constituency tournament	1,008,733.00	77,660.00
Emergency	To cater for unforeseen occurrences	7,636,190.00	4,700,000.00
Security		(70.00)	
Roads			17,432.00
	Sub-Total	18,378,075.60	
Acquisition of assets			
Oversight Committee Expenses(itemize)	COC expenses	320,000.00	-

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Others (specify)			
Bondo Strategic Plan	Bondo strategic plan	2,000,000.00	-
NG CDF Hall	Renovation of NG-CDF Hall	2,961,819.00	
	Sub-Total	5,281,819.00	
Funds pending approval		10,073,656.00	
	Grand Total	101,831,679.26	18,635,113.00

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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	-			
Buildings and structures	5,800,000.00	-		5,800,000.00
Transport equipment	8,203,500.00	-		8,203,500.00
Office equipment, furniture and fittings	763,507.00	-		763,507.00
ICT Equipment, Software and Other ICT Assets	423,385.00	-		423,385.00
Other Machinery and Equipment	-	-		-
Heritage and cultural assets	-	-		-
Intangible assets	-	-		-
Total	15,190,392.00			15,190,392.00
Total				

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Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account Number	2022/2023	2021/2022
Bondo TTC	Equity Bank	750281744755	1,930	629
Serawongo Sec school	Equity Bank	750277985010	741	0
Bondo Township Primary	Equity Bank	750278827677	254	0
Bar-Kanyango sec school	Co-operative	750279787432	0	0
Gombe Primary	Equity Bank	750282239764	870	0
Kanyibok Sec School	Equity Bank	750293715543	0	0
St. Paul Ogoya	Equity Bank	750298995320	0	0
Rapogi Primary	Equity Bank	750293715543	660	34
Nyangoma Sec School	Equity Bank	1141624456001	999	328
Bar-Kanyango Sec School	Equity Bank	750278922587	723	301
Ulowa Girls Sec School	Equity Bank	750279412278	1,012	1,960
Usenge High School	Equity Bank	750295374140	1,370	848
Nyabenge Sec School	Equity Bank	750280194023	379	871
Maranyona Sec School	Equity Bank	1141850590711	547	162
Got Agulu Sec School	Equity Bank	750279380328	1,115	0
Jusa Sec School	Equity Bank	750281074222	4,445	230
Jusa Sec School	Equity Bank	750281074222	341	230
Joakim Owang Sec School	Co-operative	750298419777	1,346	254
Wambarra Sec School	Equity Bank	750298170849	626	135
Nyawita Sec School	Equity Bank	750279293353	879	979
Kanyibok Sec/ Primary School	Equity Bank	750298079738	0	0
Wambasa Law Courts	Equity Bank	7502999032927	995.65	35
Usigu Divisional HQ	Equity Bank	750281210038	0	0
Nango Police Station	Equity Bank	750280842100	1455.5	499
Total			20,688.15	7,495

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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)
	<p>Other Matter</p> <p>1. Budgetary Control and Performance: The summary statement of appropriation reflects final receipts budget and actual on a comparable basis of Kshs.212, 212,801 and Kshs. 168,023,922 respectively resulting to an under-funding of Kshs. 44,188,879 or 21% of the budget. Similarly, the project expended Kshs.130, 282,360 against an approved budget of Kshs. 212,212,801 resulting to an under-expenditure of Kshs. 80,834,798 or 38% of the budget.</p> <p>The underfunding and underperformance affected the planned activities and may have impacted on service delivery to the public.</p>	<p>The final budget Kshs. 212,212,801 comprised of the following;</p> <ul style="list-style-type: none"> • Opening balance of Kshs. 5,756,198 • Adjustments of Kshs. 69,367,724 • Approved budget of Kshs.137, 088,879. <p>However, the actual receipt from the board amounted to Kshs. 168,023,922, giving a variance of Kshs. 44,188,879 not yet received.</p> <p>Out of the amount received of kshs. 168, 023,922, Kshs. 131,378,003 was spent leaving a balance of Kshs. 36,645,919 unspent (Bal c/f) this arose as a result of receipt of AIE's No B126064, B 126354, B105199 amounting to Kshs. 6,000,000, Kshs. 10,000,000 and Kshs. 12,000,000 respectively. These AIE's were received on 23rd, 25th and 29th June 2021 and therefore there was no enough time for the NG-CDF to sit and distribute them for expenditure before the end of the financial year. (see attached copies of AIE's annex III) showing dates of receipts.</p> <p>Annex III consist of;</p> <p>AIE No. B126064 for Kshs 6,000,000 AIE No. B126354 for Kshs 10,000,000 AIE No. B126064 for Kshs 12,000,000</p>	Not Resolved	Awaits Special Funds Accounts Committee (SFAC) summons in Parliament.

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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>Inconsistencies in Contract Progress; The statement of receipts and payments as disclosed under Note 7 to the financial statements reflects other grants and transfers of Kshs.34,080,532 which includes expenses amounting to Kshs. 7,600,000 in respect to Security Projects. This amount in turn includes Kshs. 500,000 paid to M/s Tridenne Solutions for construction of a two –door pit latrine at Bondo Sub County Offices. The tenders for the construction of a two- door pit latrine were opened on 19th September 2020 and after evaluation the contract was awarded at a contract sum of Kshs.500,000. The construction was to be implemented in four (4) weeks starting from 9 October to 7 November 2020. It was however noted that on 17 September 2020, a day after the opening of tenders, a letter for justifying why a two-door was constructed instead of a four-door pit latrine was written by the Ministry of Transport, Infrastructure, Housing and Urban</p>	<p>Construction of pit latrine at Bondo Sub- County Commissioners Compound Kshs. 500,000 The Project for the construction of pit latrine at sub county offices had a budget and the implementation for the project execution in the year took place. As noted, the tender for the construction of a three door pit latrine (and not a four door pit latrine indicated in your letter) at Bondo Sub County Offices was vide tender No. NG-CDF BONDO/012/2020/21 awarded to M/s Tridenne Solutions on 8th October 2020 at a contract sum of Kshs. 500,000. The contractor undertook contract and begun construction from 9th October and completed the same on 10th November 2020.</p> <p>However on commencement and upon assessment and findings on the ground detailed in Public Officer’s letter (see annex I) over the terrain of the area, three-door pit latrine could not have been feasible due to much higher cost implications. This prompted variation and upon the advice of works officer and the parties involved in the whole process including Procurement, to come to the consensus for the construction of a two- door pit latrine given that the pit latrine which was there had collapsed hence the agency as confirmed by the attached copy of a letter dated 10th July 2020 from the Deputy County Commissioner (DCC) (see annex II).</p> <p>Inspection of the project was done in 27th October 2020 to ascertain its status which led to its approval and</p>	<p>Not Resolved</p>	<p>Awaits Special Funds Accounts Committee (SFAC) summons in Parliament.</p>

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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)
	Development including that the work had been completed. This means that the construction was completed before the tenders were opened putting into doubt the whole procurement process and implementation of the contract. In the circumstances, there were irregularities in the contract.	<p>acceptance after successful completion.</p> <p>The Management has attached the following documents on annex I for audit verification.</p> <p>Annex I consist of copies of;</p> <ul style="list-style-type: none"> • The FAM's letter dated 6th July 2022 to public works officer seeking clarification on dates indicated on the reports. • A letter from public works dated 12th July 2022 on correction of typing error for the dates. • Certificate of practical completion dated 10th November 2020 from Public Works Office. • Inspection and acceptance certificate dated 27th October 2020 from Public Works Office. <p>Annex II consists of copies of; A letter dated 10th July 2022 from the DCC.</p>		

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1. ANNEXURE

TRIAL BALANCE AS AT 30TH JUNE 2023		DR	CR
Cash and Cash equivalents			
	Bank Balances	48,589,973	-
	Cash Balances	-	
	Outstanding Imprest	-	
Payments			
	Compensation of Employees	5,061,313	
	Committee expenses	2,370,500	
	Use of goods and services	5,531,094	
	Transfers to Other Government Units	11,000,000	
	Other grants and transfers	43,155,888	
	Acquisition of Assets	-	
	Other Payments	-	
Receipts			
	Transfers from the Board		97,000,000
	Proceeds from sale of assets		
	Others receipts		73,656
Prior Year Adjustment			
Fund Balance b/f			18,635,113
TOTAL		115,708,769	115,708,769


 Name: Judith Ochoro
 Fund Account Manager.