

REPUBLIC OF KENYA



*Enhancing Accountability*



PARLIAMENT  
OF KENYA  
LIBRARY

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

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

**FOR THE YEAR ENDED**

**30 JUNE, 2024**

|                                      |   |
|--------------------------------------|---|
| THE NATIONAL ASSEMBLY<br>PAPERS LAID |   |
| DATE:                                | 05 MAR 2025<br>Wednesday                        |
| TABLED BY:                           | Hon. Owen Bays, MP<br>Deputy Leader of majority |
| CLERK-AT THE-TABLE:                  | Kethev Njiriga                                  |

Revised 30<sup>th</sup> June 2024



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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**BONCHARI CONSTITUENCY**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>th</sup> JUNE 2024**

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

*National Government Constituencies Development Fund (NGCDF)*  
*Bonchari Constituency*  
*Annual Report and Financial Statements for The Year Ended June 30, 2024*

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## **1. Acronyms and Definition of Key Terms**

### **A. Acronyms**

|         |   |
|---------|---|
| AIE     | Authority to Incur Expenditure                              |
| ARMC    | Audit and Risk Management Committee                         |
| DCC     | Deputy County Commissioner                                  |
| IPSAS   | International Public Sector Accounting Standards.           |
| FAM     | Fund Account Manager  |
| NG-CDFB | National Government Constituencies Development Fund Board   |
| NG-CDF  | National Government Constituencies Development Fund         |
| NG-CDFC | National Government Constituency Development Fund Committee |
| NSCA    | National Sub-County Accountant                              |
| PFM     | Public Finance Management                                   |
| PMC     | Project Management Committee                                |
| PWD     | Persons with Disability                                     |
| FY      | Financial Year  |

### **B. Definition of Key Terms**

**Fiduciary Management** - Members of Management directly entrusted with the entity's financial resources.

**Comparative Year**- Means the prior period.

*This list is an indication of the common acronyms and Key Terms used in the annual report and financial statements.*

## **2. 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 2023. 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 the cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the Fund's general policy and strategic direction.

### **Mandate**

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

- a) Recognize the constituency as a platform for the 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 realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;

- i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;
- j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;
- k) Create a harmonious relationship between citizens and the national government and its officers in local development;
- l) Provide a platform for citizens' participation in service delivery;
- m) Build local accountability and transparency in the use of resources; and
- n) 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.

### **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 are as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

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

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

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

#### **(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2024 and who had direct fiduciary responsibility were:

| No | Designation                    | Name                     |
|----|--------------------------------|--------------------------|
| 1. | AIE holder                     | Judith Ochoro            |
| 2. | National Sub-County Accountant | Ambrose Maina            |
| 3. | Chairman NGCDFC                | Johnson Nyakina          |
| 4. | Member NGCDFC                  | Delvine Nyanchera Onditi |

#### **(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Bonchari Constituency. The reports and recommendations of ARMC, when adopted by the NGCDF Board, are forwarded to the Constituency Committee for action. The Board forwards any matters that require policy guidance to the Cabinet Secretary and National Assembly Select Committee.

#### **(e) NGCDF Bonchari Constituency Headquarters**

P.O. Box 1267, 40200  
NG-CDF Bonchari Suneka Building  
Kisii-Migori road  
Kisii, Kenya

**(f) NGCDF Bonchari Constituency Contacts**

Telephone: (254) 746687096  
E-mail: [cdfbonchari@ngcdf.go.ke](mailto:cdfbonchari@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(g) NGCDF Bonchari Constituency Bankers**

Equity Bank (Kenya) Limited  
Kisii Branch  
P.O Box-2776-40200  
KISII

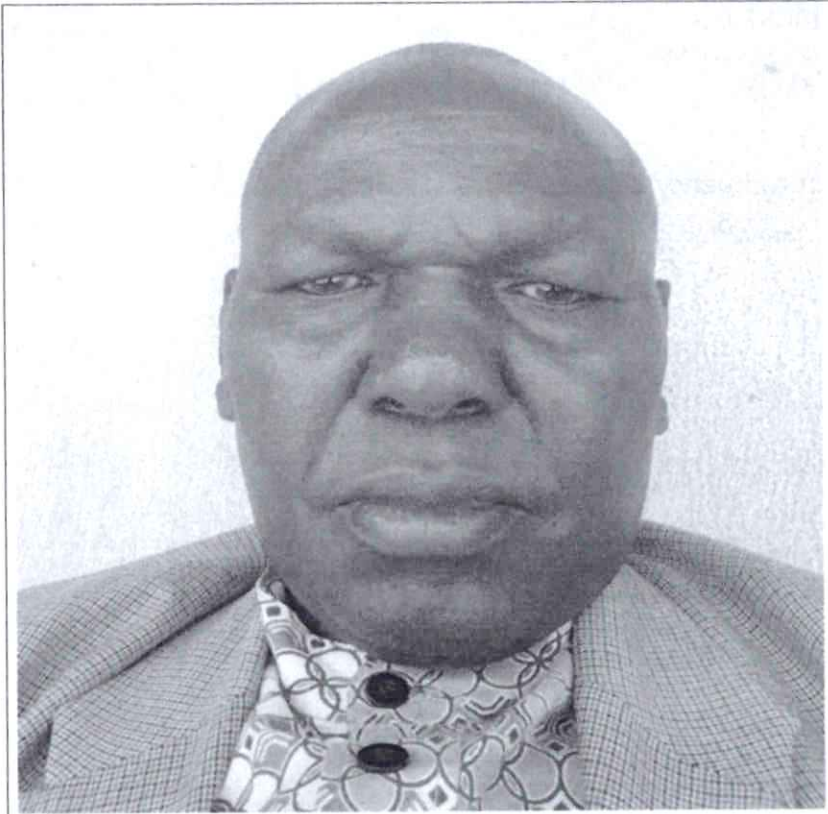
**(h) Independent Auditor**

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

**(i) Principal Legal Adviser**

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

**3. NG-CDFC Chairman's Report**



**Johnson Nyakina  
Chairman-Bonchari NG-CDFC**

The NG-CDFC wishes to have in summary the budget performance against actual amounts for the current financial year based on economic classification and programmes. The NG-CDFC have improved in their budget performance despite the challenges encountered during the year. The performance in all the sectors i.e. Education, Security, Bursary and other projects implemented as per the Act achieved a desirable percentage in terms of utilization.

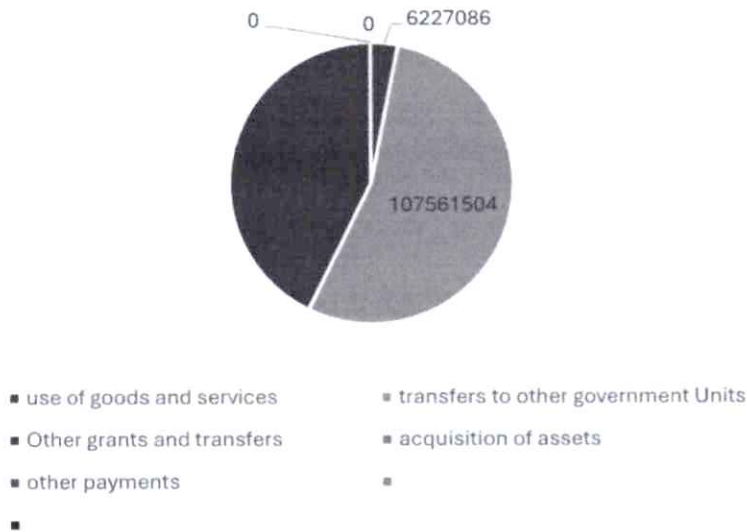
During the financial year under review, the Bonchari NG-CDFC expected to operate under a total sum of Kshs. 316,533,934 from the NG-CDF Board. Of the total allocation of 181,235,553, the excess funding formed part of the previous financial years' balances of Kshs.94,153,912 formerly owed by the NG-CDF Board and a cash book balance

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brought forward of Kshs 41,144,468. However, the NG-CDFC managed to receive only Kshs. 269,274,489. The Constituency therefore, managed to implement a number of key projects as per the proposal including disbursement of Bursary funds to needy students in various institutions, construction of chiefs' office (Riana Chief's Office) and also construction of classrooms in various institutions both primary and secondary. By closure of the financial year, the NG-CDFC had remained with a balance of Ksh. 47,259,445 being undisbursed balance at the NG-CDF Board and a cashbook balance of Kshs.61,280,062.

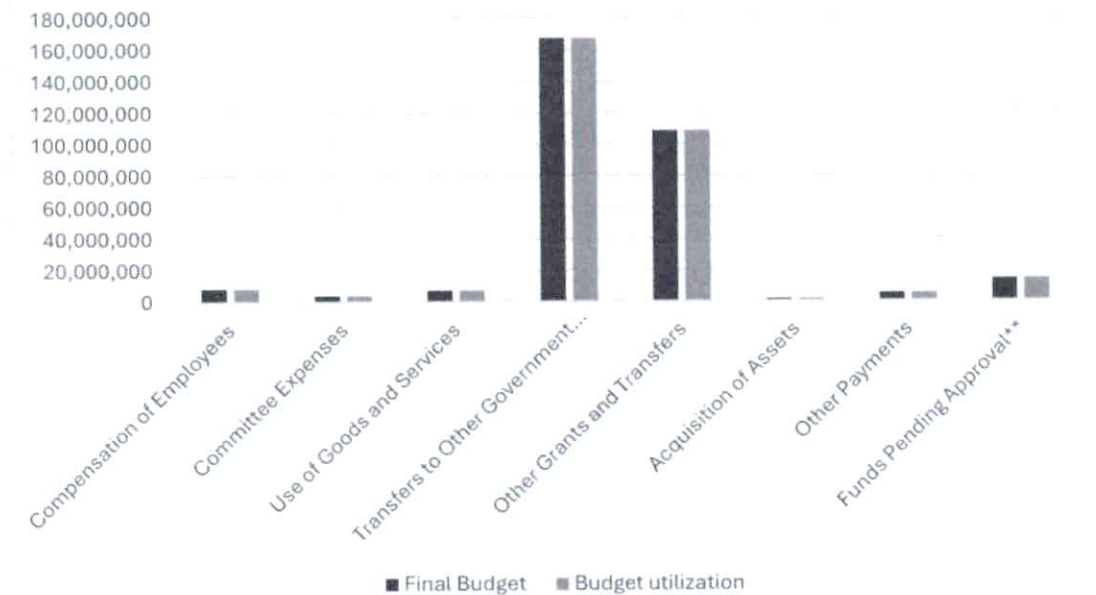
Actual on comparable basis



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The constituency’s final budget against utilization is as shown below;



The Bonchari NG-CDFC’s disbursement of funds was purely guided by the budget proposal. The entire proposal for the Bonchari NG-CDFC could be broadly classified as follows;

**KEY ACHIEVEMENTS BY NGCDF BONCHARI**

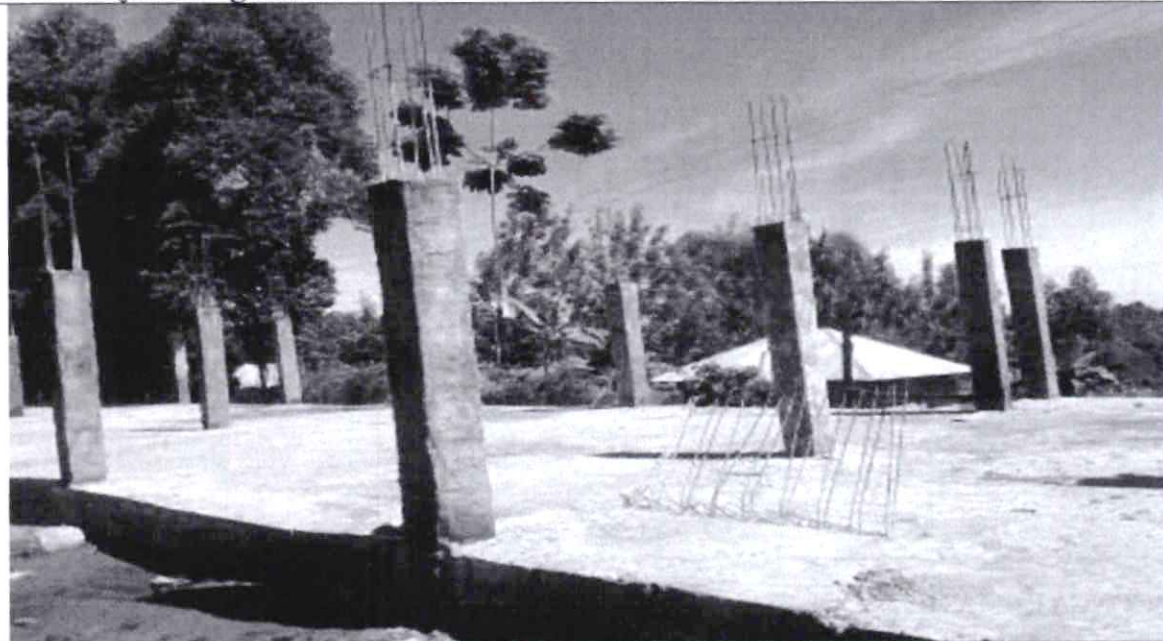
In the FY 23-24 we have been able to pay school fees for several student via Bursary hence enhancing attendance of student to the various educational facilities. We have also been able to improve the educational institution infrastructures. Some of the Key achievements of the constituency were projects that were ongoing at the closure of financial year 2023/2024 as highlighted below:

**NYAMOKENYE PRIMARY SCHOOL – Construction of 4 classroom with storey foundation.**



**Fig.1 NYAMOKENYE PRIMARY SCHOOL**

**ISAMWERA PRIMARY SCHOOL- Construction of Phase 1 of 4 classrooms on ground floor of one storey building; foundation.**



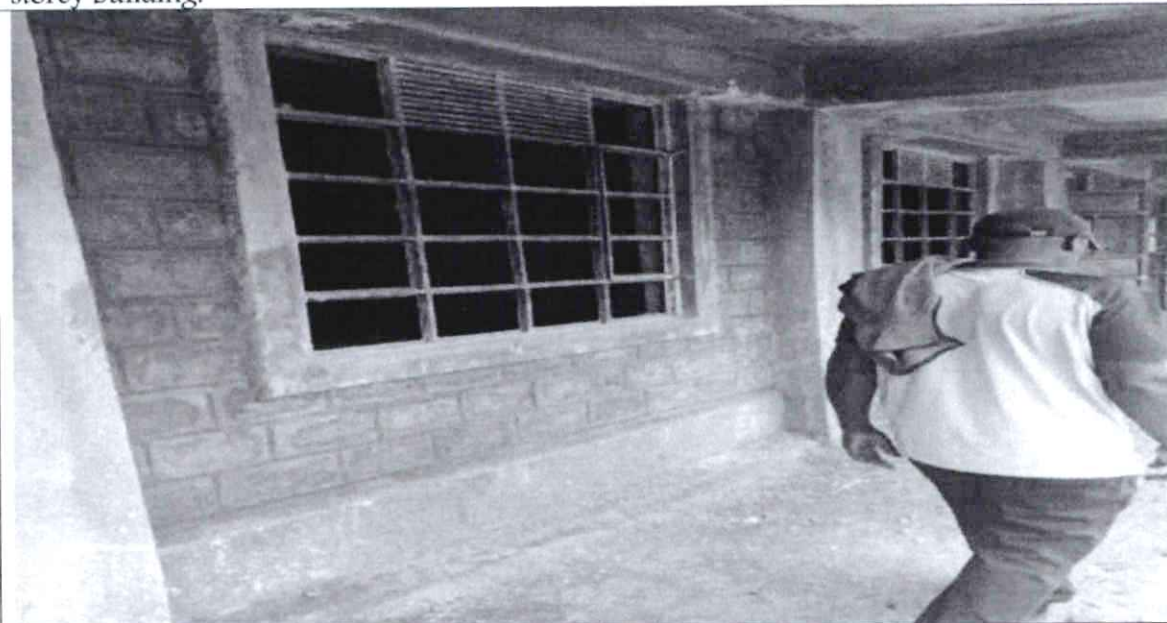
**Fig2:ISAMWERA PRIMARY SCHOOL**

**NYAMIOBO PRIMARY SCHOOL:** Completion of 4 No. Classrooms first floor of a one storey building.



**Fig3:NYAMIOBO PRIMARY SCHOOL**

**IGONGA PRIMARY SCHOOL:** Completion of 4no. Classrooms on the ground floor of one storey building.



**Fig4:IGONGA PRIMARY SCHOOL**

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*Some of the emerging issues included;-*


- *the abolishment of Sports vote and Constituency oversight committee.*
- *Change of vote and activities related to Environment to climate change mitigation that dropped some activities.*

**CHALLENGES:**

- Delay of disbursement of funds from the NG-CFDF Board

**Way forward**

Board to release funds timely to enable implement projects early

  
.....  
**Name: Johnson Nyakina**  
**Chairman NGCDF Committee**



#### 4. Statement of Performance against Predetermined Objectives for FY 2023/24

##### 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 the **NGCDF Bonchari Constituency 2022-2027** plan are to:

- a) To empower the youths and harness their talent through youth and sports funding.
- b) To cater for any unforeseen occurrences in the constituency through emergency funding.
- c) To promote environmental sustainability through environmental funding
- d) To enhance security in the constituency through security funding.
- e) To promote performance management and smooth running of NG-CDF office through institutional strengthening

##### **Progress on the 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:

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| 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 | <p>This financial year NG-CDF Bonchari allocated funds for construction of 60 classrooms in primary schools, 1 dormitories in kerina special school .</p> <p>Further, the management funded a total of 5 secondary schools. i.e. 4 classrooms at genga secondary school, construction of 160 capacity dormitory at Kiabusura sec. school, construction of 4 classrooms at Itierio secondary, construction of 10 door modern toilets at Bitare sec. school and construction of a 40 students capacity laboratory.</p> <p>Some of these projects are complete while others are still under the implementation process as the rest await for funding after disbursement of funds from NG-CDF Board</p> |

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|             |  |  |  |  |
|-------------|--|--|--|--|
|             | Improve performance and increase secondary and higher education transition rates   | Payment of bursary to needy students in secondary, tertiary and special schools.                                   | Number of bursary beneficiaries at all levels  | The total number of beneficiaried in both secondary, tertiary and special schools were 12,200.<br>Total amount disbursed towards bursary was Kshs. 39,553,100, Kshs. 27,719,000 to and Kshs. 50,000 to secondary, tertiary and special school respectively.    |
| Security    | Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery | Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery | Number of usable physical infrastructure built in locations, sub locations and police stations | Riana chief's offices received funds amounting to Kshs. 3,350,000 for construction. The project is still under implementation.   |
| Environment | Create a more sustainable and conserved environment through natural resources conservation initiatives                             | Equip schools and public facilities with sanitation  | Number of sanitation facilities built in primary and secondary                                 | 3 primary schools; Nyakung'u DOK, Gesero and Itierio primary schools received funds amounting to Kshs. 921,434, Kshs. 921,434 and kshs. 921,432 respectively for construction of modern toilets. The rest awaits funding after disbursement from NG-CDF Board. |
| Sports      | Empower and develop youth and special groups   | Reduced dependence and spur economic growth through  | Number of youth groups benefitting from the sports programme                                   | Sports activities both regional and constituency based were properly   |

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|           |                                |                     |  |  |
|-----------|--------------------------------|---------------------|--|--|
|           |                                | Sports              |  | implemented at a total cost of Kshs. 5,097,800   |
| Emergency | Cater for unforeseen urgencies | Reduced emergencies | To cater for unforeseen activities within the constituency | NG-CDFC funded PMCs for 4 projects (Botoro primary, Ekerubo primary, Kenyrorora primary and rianyapara primary school at a total cost of Kshs. 4,080,000. The projects have been completed and are in use. |

## **5. Governance Statement**

### **a. NG-CDFC process of appointment**

Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NG-CDF) Act state that:

1. there is established a National Government Constituency Development Fund Committee for every constituency.
2. Constituency Committee Shall comprise of;
  - a) the national government official responsible for co-ordination of national government functions.
  - b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
  - c) two women nominated in accordance with subsection (3) one of Whom shall be a youth at the date of appointment;
  - d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
  - e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
  - f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
  - g) one member co-opted by the Board in accordance with regulations made by the Board
3. The seven persons referred to in sub-section (2) (b), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe. The names of the persons selected under sub-section (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the board. The current NGCDFC members were gazetted on 29<sup>th</sup> November 2022 and the first meeting was held in 14<sup>th</sup> December 2022.

The persons appointed are drawn from different groupings as follows:

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| S/no. | Name                     |                                | Position    |
|-------|--------------------------|--------------------------------|-------------|
| 1     | Johnson Nyakina          | Male Adult                     | Chairperson |
| 2     | Jeff Osoro               | Male Youth                     | Member      |
| 3     | Jacqueline Omac          | Female Adult                   | Member      |
| 4     | Delvine Nyanchera Onditi | Female Youth                   | Member      |
| 5     | Hellen Bonareri Ondieki  | PWD Rep                        | Member      |
| 6     | Daniel Momanyi           | Co-Opted Member                | Secretary   |
| 7     | Stella Arandi            | Nominee of constituency office | Member      |
| 8     | Cosmas Mbuya             | Nominee of constituency office | Member      |
| 9     | Grace Ouma               | DCC                            | Member      |
| 10    | Judith Ochoro            | FAM                            | Member      |

**b. NG-CDFC Tenure**

The NGCDF Act 2016 on appointment of NGCDFC members states; The members of a Constituency Committee provided for Appointment of under section 43 of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee vacancy in the Constituency Committee. Kenya Subsidiary Legislation, 2016 1951

(2) A vacancy shall occur in Constituency Committee upon commencement of a new parliamentary term; dissolution of a Constituency Committee; removal of a member of a Constituency committee; or the occurrence of a vacancy in a Constituency Committee.

(3) Upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel.

(4) The selection panel referred to in paragraph (1) shall consist of;—

- 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;
- the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- Two persons, one of either gender, nominated by the Constituency office.

(5) 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.

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(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 the Act

(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.

(8) The Board shall co-opt the person referred to in the Act to ensure equitable representation in the membership of a Constituency Committee.

(9) 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.

(10) The Board shall submit the names of the seven persons selected from each Constituency in accordance with the Act to the National Assembly for Approval.

(11) 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.

1952 Kenya Subsidiary Legislation, 2016

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 the Act 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 shall be a mandatory signatory to the Constituency account

### **c. The Role of the Constituency Committee**

The functions of the National Government Constituency Development Fund Committees members as stipulated in NG-CDF Regulations 2016(11) are;

- i. Convene public meetings in every ward in the constituency to deliberate to on development matters.
- ii. Deliberate on project proposals and any other projects considers beneficial to constituency.

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- iii. List of projects to be submitted in accordance with the Act to be submitted to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.
- iv. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of project management committees and sensitize the Community on the operations of the Fund.
- v. Ensure that all projects receive adequate funding and are completed within three years.
- vi. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
- vii. 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.
- viii. Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- ix. Enter into performance contracting with the Board on an annual basis.

**d. Removal of a member**

Section 43(13) of the Act provides that a member of the Constituency Committee may be removed from office on any one or more of the following grounds-

- (a) Lack of integrity;
- (b) Gross misconduct;
- (c) Embezzlement of public funds;
- (d) Bringing the committee into disrepute through unbecoming personal public conduct;
- (e) Promoting unethical practises;
- (f) causing disharmony within the committee;
- (g) Physical or mental infirmity.

A decision to remove a member under subsection (13) is made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made. In Bonchari the NGCDFC has not found any member to have contravened the laid down regulations and law to warrant removal.

**e. NG-CDFC Induction and training**

In the financial year 2023/2024 the NGCDF Board organized training of NG-CDFC members. The constituency also held a capacity building activity in June 2024 at The Oleken Hotel, Nakuru. During the training, critical areas such as overview of NG-CDF Act 2015 and

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Regulations, public finance, project planning, procurement, complaint management, and performance management were covered to equip them with the prerequisite knowledge and skills to ensure effective and efficient management of NG-CDF Bonchari.

**f. Number of meetings:**

Section 43(11) The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than 24 meetings in the same financial year, including sub-committee meetings.

During the financial year 2023/2024 the NG-CDFC Bonchari held 12 meetings through the year for the current committee as illustrated as follows;

| S.No | NG-CDFC COMMITTEE MEMBERS     | 25/09/23 | 11/10/23 | 02/11/23 | 05/12/23 | 19/12/23 | 11/01/24 | 25/01/24 | 15/02/24 | 27/03/24 | 04/04/24 | 23/05/24 | 26/06/24 |
|------|-------------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| 1    | Johnson Nyakina - Chairman    | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 2    | Jeff Osoro                    | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 3    | Jacqueline Omae               | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 4    | Delvine N. Onditi – Secretary | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 5    | Hellen B. Ondieki             | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 6    | Daniel Momanyi                | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 7    | Stella Arandi                 | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 8    | Cosmas Mbuya                  | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 9    | Grace Ouma - DCC              | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |
| 10   | Judith Ochoro                 | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        | √        |

**g. Remuneration Rates**

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance of ksh7,000 per meeting and all other members an allowance of ksh.5,000 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

**h. Disclose the policy on conflict of interest**

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2023/2024 no member of NGCDFC Bonchari contravened conflict of interest policy.

**i. Succession plan**

Vacancies arising as a result of the removal or end of tenure of the members of the Constituency Committee, the vacancy shall be filled in the manner set out in section 43 and minutes of the meeting shall indicate the fact of the removal or appointment of members.

**j. Ethics and code of conduct**

The NG-CDFC members shall be of good conduct and adhere to chapter six of the constitution and shall not have any trail of criminal record. Members shall not indulge in any act in contravention the act and other law, policy regulations that govern operations of NG-CDF.

**k. Risk Management**

The constituency has a risk policy which they observe and are required to maintain a risk register. The committee has the following responsibilities

- Implementing audit findings and recommendations
- adherence and compliance with NGCDF Act 2015 and other laws and regulations to ensure an effective and efficient control system,
- ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency,
- ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance,
- allocating insurance fund in the constituency budget,

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- preparation of procurement plan,
- budget and Monitoring & evaluation plan for the financial year.
- Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

The National Government Constituency Development Fund Committee is established under Section 43 of The National Government Constituencies Development Fund Act of 2015. The composition of the committee includes;

- (a) The national government official responsible for co-ordination of national government functions.
- (b) Two men each nominated as per the guidelines one of whom shall be a youth at the date of appointment.
- (c) Two women nominated as per the guidelines one of whom shall be a youth at the date of appointment.
- (d) One persons with disability nominated by a registered group representing persons with disabilities in the constituency as per the guidelines.
- (e) Two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act.
- (f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
- (g) One member co-opted by the Board in accordance with Regulations made by the Board.

**Operation of the committee**

The quorum of the Constituency Committee shall be one half of the total membership. The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

The Fund account manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.

Whenever a vacancy occurs in the Constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of one hundred and twenty days.

**Meetings**

The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

**Removal from office**

A member of the Constituency Committee may be removed from office on any one or more of the following grounds;

- (a) Lack of integrity;
- (b) Gross misconduct;
- (c) Embezzlement of public funds;
- (d) Bringing the committee into disrepute through unbecoming personal public conduct;
- (e) Promoting unethical practises;
- (f) Causing disharmony within the committee;
- (g) Physical or mental infirmity.

A decision to remove a member shall be made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made. A vacancy arising as a result of the removal of a member under subsection shall be filled in the manner set out in the Act and minutes of the meeting shall indicate the fact of the removal or appointment of a member.

**Dissolution of Constituency Committee**

A person may present a petition to the Board for the dissolution of a Constituency Committee setting out the alleged facts constituting any one or more of the following grounds for dissolution.

- (a) Serious violation of the Constitution or any other law including a contravention of Chapter Six.
- (b) Gross misconduct, whether in performance of the member's or office holder's functions or otherwise.
- (c) Incompetence
- (d) Bankruptcy; or
- (e) Any other cause as may be deemed justifiable.

## **6. Environmental and Sustainability Reporting**

In Sustaining environment, Bonchari constituency lies in a semi-arid area, good for planting of trees. In the financial year under review, Bonchari constituency allocated funds amounting to Kshs. 2,764,300.00 for the construction of modern toilets. This will go a long way in ensuring sanity in the schools environment. Further, the management is encouraging institutions to consider planting trees. Thus, the NG-CDFC shall allocate funds for tree seedlings, distribution and planting in the next financial year.

Bonchari constituency has a comprehensive and responsible waste management system that does not impact negatively on the external environment. In our construction sites, the management encourages clearance of debris after completion of construction to ensure safety to the surrounding community.

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

To ensure sustainability of Bonchari NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. Education and Training:** Bonchari 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.

## **2. Environmental performance**

In this policy statement Bonchari NG-CDF commits to:

- Comply with all relevant environmental legislation, regulations and approved codes of practice
- Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water
- Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources
- Managing and disposing of all wastage in a responsible manner;
- Providing training for our CDFC and staff so that we all work in accordance with this and within an environmentally aware culture
- Regularly communicating our environmental performance to our employees and other significant stakeholders
- Developing our management processes to ensure that environmental factors are considered during planning and implementation
- Monitoring and continuously improving our environmental performance.
- Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

## **3. Employee welfare**

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

Bonchari NG-CDF Constituency is committed to fair and ethical market practises.

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

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

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-**

BONCHARI 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**

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

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

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

**Public Awareness**

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

BONCHARI 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.



## **7. 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- Bonchari 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, 2024. 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- Bonchari 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, 2024, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Bonchari 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.

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The Accounting Officer in charge of the NGCDF Bonchari Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The NGCDF- Bonchari Constituency financial statements were approved and signed by the Accounting Officer on 30/9/ 2024.

..... 

Name: Johnson Nyakina  
Chairman – NGCDF Committee

..... 

Name: Judith Ochoro  
Fund Account Manager



# REPUBLIC OF KENYA

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## REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – BONCHARI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2024

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### PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- 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.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 Bonchari NG-CDF set out on pages 1 to 50, which comprise the statement of financial assets and liabilities as at 30 June, 2024 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts (recurrent and development combined) for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Bonchari NG-CDF as at 30 June, 2024 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.

### Basis for Qualified Opinion

#### 1.0. Unconfirmed Bursaries to Secondary Schools and Tertiary Institutions

The statement of receipts and payments reflects other grants and transfers amount of Kshs.84,685,420 which as disclosed in Note 8 to the financial statements, includes Kshs.39,553,100 disbursed to secondary schools and Kshs.27,719,000 to tertiary institutions.

However, bursaries amounting to Kshs.20,614,100 disbursed for students in thirteen (13) secondary schools and 8 tertiary institutions were not supported with receipts and acknowledgement letters from the respective schools and colleges.

Further, the disbursement to tertiary institutions of Kshs.27,719,000 includes an amount of Kshs.3,360,000 paid to a local driving school for training two hundred and ten (210) students. However, the Local Service Order instructing the service provider to offer the services and indicating the agreed contract timelines was not provided for audit review. In addition, unique identifiers such as identity card numbers and area of residence were not captured in the list provided.

In the circumstances, the accuracy, completeness and authenticity of expenditure of Kshs.20,614,100 on bursaries to students in secondary and colleges and Kshs. 3,360,000 to the driving school could not be confirmed.

#### 2.0. Unsupported Reconciling Items in Cash and Cash Equivalents

The statement of assets and liabilities as at 30 June 2024 reflects cash and bank equivalents balances of Kshs.61,280,062 as disclosed in Note 11A to the financial

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statements. The supporting bank reconciliation statement provided for audit reflected unrepresented cheques amounting to Kshs.41,551,777. However, Management did not indicate the dates on which the cheques were subsequently presented for payments. This is contrary to section 90(1) Public Finance Management Regulations 2015 which states that accounting officers shall ensure any discrepancies noted during bank reconciliation exercise are investigated immediately and appropriate action taken including updating the relevant cash books.

In the circumstances, the accuracy and completeness and the cash and cash equivalents balance of Kshs.61,280,062 could not be confirmed.

### **3.0. Unsupported PMC Account Balances**

The Financial statements under Annex 5 reflect a balance of Kshs. 30,005,844 in respect of Project Management Committees (PMC) bank balances as at 30 June 2024. However, the cash books, certificates of bank balances and bank reconciliations statements supporting this balance were not provided for audit. Further, quarterly reports prepared and tabled before the Constituency Committee in accordance with Regulation 15(10)(b) were not provided for audit review.

In the circumstance, the accuracy and completeness of the PMC Bank balances of Kshs.30,005,844 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Bonchari NG-CDF Management in accordance with ISSAI 130 on the 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 for the year under review reflects total budgeted receipts of Kshs.316,716,934 and actual receipts on comparable basis of Kshs.269,457,489, resulting in an underfunding of Kshs.47,259,445, or 15% of the budget. Similarly, the summary statement of appropriation reflects approved final budget expenditure of Kshs.316,716,934 and actual expenditure on comparable basis of Kshs.208,177,427 resulting in an under-expenditure of Kshs.108,539,507, or 34% of the budget.

Further, the Fund spent Kshs.208,177,427 out of the actual receipts of Kshs.208,177,427, resulting in under-utilization of available funds by Kshs.61,280,062 or 23% of the actual receipts.

In addition, the under expenditure of Kshs.108,539,507 includes a budget amount of Kshs.62,427,725 in respect of eighteen (18) projects that had not been implemented as at 30 June, 2024:

In the circumstances, the underfunding, under expenditure and under-utilization of available funds affected the planned activities, impacting negatively on service delivery to the Bonchari constituents.

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. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

### **Other Matter**

### **Unresolved Prior Year Matters**

Various prior year audit issues remained unresolved as at 30 June, 2024. Management has not provided satisfactory reasons for the delay in resolving the prior year audit issues.

### **Other Information**

The Management is responsible for the other information set out on page iii to xx which comprises Key Entity Information and Management, Governance Statement, Forward by the Fund Account Manager, Statement of Performance against National Government - Constituency Development Fund Predetermined Objectives, Corporate Social Responsibility Statement/Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Bonchari NG-CDF financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

# REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

## **Conclusion**

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

## **Basis for Conclusion**

### **1.0. Transfers to Other Government Units**

The statements of receipts and payments reflects transfers to other government units amount of Kshs.107,561,504, which as disclosed in Note 7 to the financial statements, comprises transfers to primary schools amount of Kshs.89,818,729 and transfers to secondary schools' amount of Kshs.17,742,775. The following unsatisfactory matters were noted:

#### **1.1. Delayed completion of Phase 1 of 4 Classrooms on the Ground Floor of a Storey Building at Kenyorora Primary School**

The amount transferred to primary schools includes Kshs.4,500,000 for the construction of phase one of 4 classrooms on the ground floor of one storey building at Kenyorora Primary School. The scope of work entailed substructure works and superstructure frame work and columns, including foundation, walling, installation of first floor slab, installation of windows and doors as per the approved code list of 2022/2023 financial year. The contract for the works was awarded to a local contractor at a contract sum Kshs.4,976,940. The commencement date was 13 February, 2024, contract period was ninety 90 days with expected completion date of 13 May, 2024.

Further, another Kshs.6,500,000 was also disbursed to the school's Project Management Committee (PMC) account on 28 June, 2024 for the construction to completion of four (4) classrooms on the ground floor of a storey building, the works entailed foundation, installation of columns, walling, installation of first floor suspended slab, flooring, installation of windows and doors, electrical works and painting.

However, physical verification in the month of November, 2024 revealed that the project was incomplete and not in use.

In the circumstances, the value for money realized from the disbursement of Kshs.11,000,000 to Kenyorora Primary School could not be confirmed.

## **1.2. Delayed Construction of 4 No. Classrooms on Ground Floor of a Storey Building at Nyamiobo Primary School**

The amount transferred to primary schools also includes Kshs.4,500,000 for the construction of four (4) classrooms on the ground floor of a storey building at Nyamiobo Primary School. Records provided indicated that the project's scope entailed construction of four (4) number classrooms on the ground floor of a storey building: walling, installation of windows and doors, internal and external plastering, flooring, electrical works and painting. The PMC engaged the services of another contractor at a contract sum of Kshs.4,490,060, the commencement date was 7 March 2024, contract period 90 days and expected completion date of 7 June, 2024.

However, audit inspection in the month of November, 2024 revealed that the project was incomplete and had not been put to intended use.

In the circumstances, the value for money realized from the disbursement of Kshs.4,500,000 to Nyamiobo Primary School could not be confirmed.

## **1.3. Incomplete Construction to Completion of One Classroom for Junior Secondary Schools (NG-CDF) Sponsored and Junior Secondary School Project (MOE) Sponsored In 12 Primary Schools Within the Bonchari Constituency**

The amount transferred to primary schools further includes Kshs.24,866,040 disbursed to twelve (12) primary schools, each getting Kshs.2,072,170 which comprised Kshs.1,036,085 for construction to completion of one classroom for junior secondary school project (National Government Constituency Development Fund sponsored) and another Kshs.1,036,085 for construction to completion of one classroom for junior secondary school (Ministry of Education sponsored). Review of records revealed that the funds were transferred to the schools on 28 June, 2024. However, Management did not provide for audit the respective project files, complete with duly constituted Project Management Committee membership, the details of bank accounts where funds were disbursed and the project implementation status report.

Further, project verification in the month of November, 2024 of 5 sampled schools revealed that the projects were incomplete and not serving the intended purpose.

## **1.3. Incomplete Construction of 2 Storey Dormitory with Capacity of 300 Students at Kiabusura Secondary School**

The amount transferred to secondary schools includes Kshs.5,500,000 disbursed on 14 November, 2023 to the PMC Accounts of Kiabusura Secondary School for the construction to completion of 160-students capacity dormitory on the first floor of one storey building. The works entailed framework, walling, roofing, installation of doors and windows, installation of a ramp, internal and external wall finishes, tiling, electrical works, plumbing works and painting.

Review of records revealed that the funding for the project started when the project was allocated Kshs.1,500,000 in the code list of the 2019/2020 financial year, being additional  
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funds for the construction of 2 storey dormitory with capacity of 300 students for casting first floor slab, walling and retaining wall. The project was again allocated Kshs.6,000,000 in the code list of the 2020/2021 financial year for the completion of 160-student capacity storey dormitory on the ground floor which entailed installation of the columns, beams, slabbing, walling, fixing doors and windows, glazing, plastering, flooring, external finishes, ramp, painting and labelling.

However, audit inspection conducted in the month of November, 2024 revealed that the project had not been completed and put to intended use.

#### **1.4. Unauthorized Reallocation of Fund at Genga Secondary School**

The amount transferred to secondary schools also includes Kshs.1,800,000 transferred to Genga Secondary School for the completion of 4 classrooms on first floor of one storey building. The works entailed wall finishes on 2 classrooms, flooring, fixing of handrails and painting. However, there was change of activities as per the contractor's Bill of Quantities without approval from the CDF board to construction of 4 classrooms which comprised finishing of 2 more classrooms and handrails.

Further, the project files for the construction works were not supported with procurement records such as advertisements, inspection and acceptance committee reports, signed contract agreements, Project Management Committee (PMC) accounting records such as cash books, bank statements and expenditure returns.

In addition, project verification in the month of November, 2024 revealed that the 4 classrooms were complete but not in use. Poor paintwork of the doors was noted, the classrooms on first floor and the building rails had not been implemented making it a safety hazard for the intended users.

In the circumstances, the value for money realized from the expenditure of Kshs.1,800,000 could not be confirmed.

#### **1.5. Projects Implementation Status**

Physical verification of twelve (12) projects with total allocation of Kshs.48,187,242 in the month of November 2024 revealed that two (2) with a budgetary allocation of Kshs.5,700,000 were completed, five projects with a budgetary allocation of Kshs.22,500,000 were completed but not put to the intended use (idle), three projects with a budgetary allocation of Kshs.11,500,000 were incomplete and two projects with a budgetary allocation of Kshs.9,500,000 had not been started even though funds had been transferred to their respective PMC accounts.

The non-completion of projects as planned denied the residents of Bonchari Constituency the services and benefits that would have accrued from the completed projects.

## 2.0. Other Grants and Transfers

The statement of receipts and payments reflects other grants transfers amount of Kshs.84,685,420 as disclosed in Note 8 to the financial statements. The following audit issues were noted:

### 2.1. Security Projects: Construction to Completion of 3 Roomed Modern Chiefs Office and three Door Toilets with One Chamber Catering for Persons With Disabilities at Riana Chief's Camp

The other grants and transfers amount includes security projects expenditure of Kshs.3,500,000. The project entailed the construction to completion of a 3-roomed modern chiefs office at Kshs.3,140,000 and a three-door toilet with one chamber catering for persons with disabilities at Kshs.360,000.

Review of records revealed that the Department of Public Works on 28 November, 2023 requested for payments of Kshs.105,000 for works which comprised the following:

| <b>Works</b>                            | <b>Amount (Kshs.)</b> |
|---|-----------------------|
| Drawings (architectural and structural) | 25,000                |
| Bills of quantities and certificate     | 20,000                |
| Structural certificate                  | 10,000                |
| Architectural certificate               | 10,000                |
| PPA 2                                   | 5,000                 |
| NEEMA Report and certificate            | 25,000                |
| National Construction Authority         | 10,000                |
| <b>Total</b>                            | <b>105,000</b>        |

However, field verification in the month of November, 2024 revealed that project had not started, 52 weeks after funds had been disbursed for the project implementation.

In the circumstances, the value for money on the expenditure of Kshs.3,500,000 could not be confirmed.

### 2.2. Management of Emergency Reserves

The other grants and transfers amount includes emergency projects expenditure of Kshs.6,001,220. However, no evidence was provided to confirm that the utilization of the emergency reserves was reported to the Board within thirty (30) days of the occurrence of the funded emergency projects. This was contrary to Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016, which states that utilization of the emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

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

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### Basis for Conclusion

#### 1.0. Deterioration of Motor Vehicle

Review of records, interviews of Management and physical verification revealed that the Bonchari NG-CDF owns a Land rover Registration No. GKA 960T that has been grounded within the precincts of the Fund offices for a long time. However, no evidence was provided to show that the Management had made efforts to have it repaired for use and that it had provided the necessary information on the vehicles to the chief executive officer of the NG-CDF Board for necessary action.

In the circumstances, the Fund may not get any value from the vehicle.

#### 2.0. Lack of Effective Assets Management and Controls

Annex 4 to the financial statements on Summary of fixed asset register discloses the value of fixed assets as at 30 June, 2024 of Kshs.47,505,853. However, review of the fixed asset register/inventory revealed that the relevant details relating to the parcels of land owned by the Bonchari NG-CDF, including land size, land values, date of acquisition, costs, accumulated depreciation, net book values, locations and codes, were not included in the asset register.

Further, Management did not provide title deeds for the parcels of land. It was therefore not possible to confirm the ownership status and security of the Fund's land.

In addition, Management did not provide evidence that the Fund's major assets were revalued, and records of assets' counts and verification carried out at regular intervals to confirm existence and condition of the recorded assets. It was also noted that most of the assets were not tagged and asset movement registers were not properly maintained.

In the circumstances, the existence of a proper control system and preventive mechanisms for assets to eliminate theft, security threats, losses, wastage, misuse, and ensuring that movement and conditions of the assets are recorded could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 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 the 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, the Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention 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, the 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**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the INTOSAI Framework of Professional Pronouncements (IFPP). The Framework requires that, in conducting the audit, I obtain reasonable assurance about whether the financial

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*Report of the Auditor-General on National Government Constituencies Development Fund – Bonchari Constituency for the year ended 30 June, 2024*

statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with IFPP will always detect a material misstatement 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I also consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1) (a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

27 December, 2024

*National Government Constituencies Development Fund (NGCDF)  
Bonchari Constituency  
Annual Report and Financial Statements for The Year Ended June 30, 2024*

**9. Statement of Receipts and Payments for the Year Ended 30th June 2024**

|                                     | Note | 2023/2024          | 2022/2023         |
|-------------------------------------|------|--------------------|-------------------|
|                                     |      | Kshs               | Kshs              |
| <b>Receipts</b>                     |      |                    |                   |
| Transfers From NGCDF Board          | 1    | 228,130,020        | 90,000,000        |
| Proceeds From Sale of Assets        | 2    | -                  | -                 |
| Other Receipts                      | 3    | 183,000            | 22,000            |
| <b>Total Receipts</b>               |      | <b>228,313,020</b> | <b>90,022,000</b> |
| <b>Payments</b>                     |      |                    |                   |
| Compensation of Employees           | 4    | 5,727,417          | 2,956,472         |
| Committee expenses                  | 5    | 3,976,000          | 4,199,638         |
| Use of Goods and Services           | 6    | 6,227,086          | 5,651,604         |
| Transfers to Other Government Units | 7    | 107,561,504        | -                 |
| Other Grants and Transfers          | 8    | 84,685,420         | 53,457,900        |
| Acquisition of Assets               | 9    | -                  | -                 |
| Other Payments                      | 10   | -                  | -                 |
| <b>Total Payments</b>               |      | <b>208,177,427</b> | <b>66,265,614</b> |
| <b>Surplus/(Deficit)</b>            |      | <b>20,135,593</b>  | <b>23,756,386</b> |

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

The Constituency financial statements were approved by the NGCDFC on 30/9/ 2024 and signed by:



Chairman NG-CDF  
Committee  
Name: Johnson Nyakina



Fund Accountant Manager  
Name: Judith Ochoro



National Sub-County  
Accountant  
Name: Ambrose Maina  
ICPAK M/No: 18003

FUND ACCOUNTANT MANAGER  
BONCHARI NGCDF  
P.O. BOX 1267 - 40200  
KISII


NATIONAL SUB-COUNTY ACCOUNTANT  
KISII SOUTH SUB-COUNTY  
P.O. BOX 2960-40200  
KISII

*National Government Constituencies Development Fund (NGCDF)  
Bonchari Constituency  
Annual Report and Financial Statements for The Year Ended June 30, 2024*

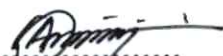
**10. Statement of Assets and Liabilities as at 30th June, 2024**

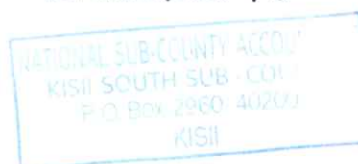
|  | Note | 2023/2024         | 2022/2023         |
|--|------|-------------------|-------------------|
|  |      | Kshs              | Kshs              |
| <b>Financial Assets</b>                |      |                   |                   |
| <b>Cash And Cash Equivalents</b>       |      |                   |                   |
| Bank Balances                          | 11A  | 61,280,062        | 41,144,468        |
| Cash Balances                          | 11B  | -                 | -                 |
| <b>Total Cash and Cash Equivalents</b> |      | <b>61,280,062</b> | <b>41,144,468</b> |
| <b>Accounts Receivable</b>             |      |                   |                   |
| Outstanding Imprests                   | 12   | -                 | -                 |
| <b>Total Financial Assets (A)</b>      |      | <b>61,280,062</b> | <b>41,144,468</b> |
| <b>Financial Liabilities</b>           |      |                   |                   |
| <b>Accounts Payable</b>                |      |                   |                   |
| Retention                              | 13   | -                 | -                 |
| Gratuity                               | 14   | -                 | -                 |
| <b>Total Financial Liabilities (B)</b> |      | <b>61,280,062</b> | <b>41,144,468</b> |
| <b>Net Financial Assets (A-B)</b>      |      | <b>61,280,062</b> | <b>41,144,468</b> |
| <b>Represented By</b>                  |      |                   |                   |
| Fund Balance B/Fwd.                    | 15   | 41,144,468        | 17,388,083        |
| Prior Year Adjustments                 | 16   | -                 | -                 |
| Surplus/(Deficit) for The Year         |      | 20,135,593        | 23,756,386        |
| <b>Net Financial Position</b>          |      | <b>61,280,062</b> | <b>41,144,468</b> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NG CDFC on 30/9/2024 and signed by:

  
.....  
Chairman NG-CDF  
Committee  
Name: Johnson Nyakina

  
.....  
Fund Accountant Manager  
Name: Judith Ochoro

  
.....  
National Sub-County  
Accountant  
Name: Ambrose Maina  
ICPAK M/No: 18003



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**11. Statement Of Cash Flows for the Year Ended 30th June 2024**

|  | Notes     | 2023/2024          | 2022/2023         |
|--|-----------|--------------------|-------------------|
|  |           | Kshs               | Kshs              |
| <b>Receipts From Operating Activities</b>              |           |                    |                   |
| Transfers From NGCDF Board                             | 1         | 228,130,020        | 90,000,000        |
| Other Receipts   | 3         | 183,000            | 22,000            |
| <b>Total Receipts</b>                                  |           | <b>228,313,020</b> | <b>90,022,000</b> |
| <b>Payments</b>  |           |                    |                   |
| Compensation of Employees                              | 4         | 5,727,417          | 2,956,472         |
| Committee Expenses                                     | 5         | 3,976,000          | 4,199,638         |
| Use of Goods and Services                              | 6         | 6,227,086          | 5,651,604         |
| Transfers to Other Government Units                    | 7         | 107,561,504        | -                 |
| Other Grants and Transfers                             | 8         | 84,685,420         | 53,457,900        |
| Other Payments   | 10        | -                  | -                 |
| <b>Total Payments</b>                                  |           | <b>208,177,427</b> | <b>66,265,614</b> |
| <b>Total Receipts Less Total Payments</b>              |           | <b>208,177,427</b> | <b>66,265,614</b> |
| Adjusted For:  |           |                    |                   |
| Prior Year Adjustments                                 | 16        | -                  | -                 |
| Decrease/(Increase) in Accounts Receivable             | 17        | -                  | -                 |
| Increase/(Decrease) in Accounts Payable                | 18        | -                  | -                 |
| <b>Net Cash Flow from Operating Activities</b>         |           | <b>20,135,593</b>  | <b>23,756,386</b> |
| <b>Cashflow From Investing Activities</b>              |           |                    |                   |
| Proceeds from Sale of Assets                           | 2         | -                  | -                 |
| Acquisition of Assets                                  | 9         | -                  | -                 |
| <b>Net Cash Flows from Investing Activities</b>        |           | <b>-</b>           | <b>-</b>          |
| Net Increase in Cash & Cash Equivalents                |           | <b>20,135,593</b>  | <b>23,756,386</b> |
| <b>Cash &amp; Cash Equivalent at Start of the Year</b> | <b>11</b> | <b>41,144,468</b>  | <b>17,388,083</b> |
| <b>Cash &amp; Cash Equivalent at End of the Year</b>   | <b>11</b> | <b>61,280,062</b>  | <b>41,144,468</b> |

**12. Summary Statement of Appropriation for the Year Ended 30<sup>th</sup> June 2024**

| Receipts/Payments                   | Original Budget    | Adjustments                    |  | Final Budget       | Actual on comparable basis | Budget utilization difference | % of Utilization |
|-------------------------------------|--------------------|--------------------------------|--|--------------------|----------------------------|-------------------------------|------------------|
|                                     | a                  | B                              |  | c=a+b              | d                          | e=c-d                         | f=d/c %          |
|                                     | 2023/2024          | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursement | 2023/2024          | 2023/2024                  |                               |                  |
| <b>Receipts</b>                     | <b>Kshs</b>        | <b>Kshs</b>                    | <b>Kshs</b>                              | <b>Kshs</b>        | <b>Kshs</b>                | <b>Kshs</b>                   |                  |
| Transfers From NGCDF Board          | 181,235,553        | 41,144,468                     | 94,153,912                               | 316,533,934        | 269,274,489                | 47,259,445                    | 85%              |
| Proceeds From Sale of Assets        |                    |                                |  | -                  | -                          | -                             | 0%               |
| Other Receipts                      |                    | 183,000                        |  | 183,000            | 183,000                    | -                             | 100%             |
| <b>Totals</b>                       | <b>181,235,553</b> | <b>41,327,468</b>              | <b>94,153,912</b>                        | <b>316,716,934</b> | <b>269,457,489</b>         | <b>47,259,445</b>             | <b>85%</b>       |
| <b>Payments</b>                     |                    |                                |  |                    |                            |                               |                  |
| Compensation of Employees           | 4,871,291          | 3,602,227                      |  | 8,473,518          | 5,727,417                  | 2,746,102                     | 68%              |
| Committee Expenses                  | 3,976,790          |                                |  | 3,976,790          | 3,976,000                  | 790                           | 100%             |
| Use of Goods and Services           | 5,945,353          | 1,289,771                      |  | 7,235,124          | 6,227,086                  | 1,008,038                     | 86%              |
| Transfers to Other Government Units | 86,836,540         | 14,000,000                     | 66,652,689                               | 167,489,229        | 107,561,504                | 59,927,725                    | 64%              |
| Other Grants and Transfers          | 77,905,579         | 20,295,742                     | 10,351,223                               | 108,552,544        | 84,685,420                 | 23,867,124                    | 78%              |
| Acquisition of Assets               | 200,000            |                                | 1,500,000                                | 1,700,000          | -                          | 1,700,000                     | 0%               |
| Other Payments                      | 1,500,000          | 1,751,028                      | 2,000,000                                | 5,251,028          | -                          | 5,251,028                     | 0%               |
| Funds Pending Approval**            |                    | 388,700                        | 13,650,000                               | 14,038,700         | -                          | 14,038,700                    | 0%               |
| <b>Totals</b>                       | <b>181,235,553</b> | <b>41,327,468</b>              | <b>94,153,912</b>                        | <b>316,716,934</b> | <b>208,177,427</b>         | <b>108,539,507</b>            | <b>66%</b>       |

*\*\*Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

*National Government Constituencies Development Fund (NGCDF)  
 Bonchari Constituency  
 Annual Report and Financial Statements for The Year Ended June 30, 2024  
 Explanatory Notes.*

- *Acquisition of assets and preparation of Constituency strategic plan had not been implemented as at the closure of the financial year following delayed disbursement of funds from the exchequer.*
- *Compensation of Employees achieved 68% because of the balance of Kshs.3,602,227 that was brought forward, thus did not meet 100% utilization.*
- *Transfers to Other Government Units achieved 64% due to late disbursement of funds from the exchequer.*
- *Other grants and transfers achieved 78% due to late disbursement of funds from the exchequer.*
- *Use of goods and services achieved 86% due to late disbursement of funds from the exchequer.*
- *Acquisition of Assets and Other payments comprised of funds for activities that had not been implemented.*
- *Funds amounting to Kshs.14,038,700 remained unapproved as at the closure of the financial year, thus unutilized.*

| <b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b> |               |
|--|---------------|
| <b>Description</b>   | <b>Amount</b> |
| Budget utilisation difference totals   | 108,539,507   |
| Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2024                  | 47,259,445    |
|  | 61,280,062    |
| Increase/(decrease) Accounts payable   | 0             |
| (Decrease)/Increase Accounts Receivable  | 0             |
| Add/Less Prior Year Adjustments  | 0             |
| Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2024                             | 61,280,062    |

National Government Constituencies Development Fund (NGCDF)  
 Bonchari Constituency  
 Annual Report and Financial Statements for The Year Ended June 30, 2024

13. Budget Execution By Sectors And Projects For The Year Ended 30<sup>th</sup> June 2024

| Programme/Sub-programme   | Original Budget  | Adjustments                    |   | Final Budget      | Actual on comparable basis | Budget utilization difference |
|---|------------------|--------------------------------|---|-------------------|----------------------------|-------------------------------|
|   |                  | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |                   |                            |                               |
|   | Kshs             | Kshs                           | Kshs                                      | Kshs              | Kshs                       | Kshs                          |
| <b>1.0 Administration and Recurrent</b>                             |                  |                                |   |                   |                            |                               |
| 1.1 Compensation of employees                                       | 4,871,291        | 3,602,227                      | -   | 8,473,518         | 5,727,417                  | 2,746,101                     |
| 1.2 Committee allowances  | 1,576,790        |                                | -   | 1,576,790         | 1,576,000                  | 790                           |
| 1.3 Use of goods and services                                       | 3,347,542        | 777,912                        | -   | 4,125,454         | 3,416,106                  | 709,348                       |
| <b>Sub-total</b>  | <b>9,795,623</b> | <b>4,380,139</b>               | <b>-</b>                                  | <b>14,175,762</b> | <b>10,719,523</b>          | <b>3,456,239</b>              |
| <b>2.0 Monitoring and evaluation</b>                                |                  |                                |   |                   |                            |                               |
| 2.1 Capacity building   | 1,370,000        |                                |   | 1,370,000         | 1,370,000                  | -                             |
| 2.2 Committee allowances  | 2,400,000        |                                |   | 2,400,000         | 2,400,000                  | -                             |
| 2.3 Use of goods and services                                       | 1,227,811        | 261,859                        |   | 1,489,670         | 1,190,980                  | 298,690                       |
| <b>Sub-total</b>  | <b>4,997,811</b> | <b>261,859</b>                 | <b>-</b>                                  | <b>5,259,670</b>  | <b>4,960,980</b>           | <b>298,690</b>                |
| <b>3.0 Constituency Oversight Committee (Itemize as per budget)</b> |                  |                                |   |                   |                            |                               |
| fuel, oil and lubricants  |                  | 250,000                        |   | 250,000           | 250,000                    | -                             |
| <b>Sub-total</b>  | <b>0</b>         | <b>250,000</b>                 | <b>-</b>                                  | <b>250,000</b>    | <b>250,000</b>             | <b>-</b>                      |
| <b>4.0 Emergency</b>  |                  |                                |   |                   |                            |                               |
| 4.1 Primary Schools   |                  |                                |   |                   |                            |                               |
| Botoro Primary school   | 0                | 960,000                        | -   | 960,000           | 960,000                    | -                             |

*National Government Constituencies Development Fund (NGCDF)  
Bonchari Constituency  
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| Programme/Sub-programme                | Original Budget  | Adjustments                    |   | Final Budget      | Actual on comparable basis | Budget utilization difference |
|--|------------------|--------------------------------|---|-------------------|----------------------------|-------------------------------|
|  |                  | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |                   |                            |                               |
|  | Kshs             | Kshs                           | Kshs                                      | Kshs              | Kshs                       | Kshs                          |
| Ekerubo primary school                 | 0                | 960,000                        | -   | 960,000           | 960,000                    | -                             |
| Kenyorora primary school               | 0                | 960,000                        | -   | 960,000           | 960,000                    | -                             |
| Rianyapara primary school              | 0                | 1,200,000                      | -   | 1,200,000         | 1,200,000                  | -                             |
| NATION MEDIA GROUP                     |                  | 140,220                        |   | 140,220           | 140,220                    | -                             |
| VAT                                    |                  | 2,460                          |   | 2,460             | 2,460                      | -                             |
| Nation Media Group                     |                  | 104,310                        |   | 104,310           | 104,310                    | -                             |
| VAT                                    |                  | 1,830                          |   | 1,830             | 1,830                      | -                             |
| SURMAN GROUP COMPANY LTD               |                  | 371,000                        |   | 371,000           | 371,000                    | -                             |
| COMMISSIONER OF VAT                    |                  | 7,000                          |   | 7,000             | 7,000                      | -                             |
| JUDITH OCHORO – FAM                    |                  | 228,000                        |   | 228,000           | 228,000                    | -                             |
| JUDITH OCHORO – FAM                    |                  | 252,000                        |   | 252,000           | 252,000                    | -                             |
| JUDITH OCHORO – FAM                    |                  | 220,000                        |   | 220,000           | 220,000                    | -                             |
| JUDITH OCHORO – FAM                    |                  | 160,000                        |   | 160,000           | 160,000                    | -                             |
| JUDITH OCHORO – FAM                    |                  | 160,000                        |   | 160,000           | 160,000                    | -                             |
| JUDITH OCHORO – FAM                    |                  | 274,400                        |   | 274,400           | 274,400                    | -                             |
| 4.5 Unallocated                        | 8,768,091        | 6,374,177                      | -   | 15,142,268        | -                          | 15,142,268                    |
| <b>Sub-total</b>                       | <b>8,768,091</b> | <b>12,375,397</b>              | <b>-</b>                                  | <b>21,143,488</b> | <b>6,001,220</b>           | <b>15,142,268</b>             |
| <b>5.0 Bursary and Social Security</b> |                  |                                |   |                   |                            |                               |
| 5.1 Primary Schools                    |                  |                                |   | -                 |                            | -                             |
| 5.2 Secondary Schools                  | 38,000,000       | 259,369                        | 3,000,000                                 | 41,259,369        | 39,553,100                 | 1,706,269                     |
| 5.3 Tertiary Institutions              | 28,000,000       | 40,280                         |   | 28,040,280        | 27,719,000                 | 321,280                       |

**National Government Constituencies Development Fund (NGCDF)**  
**Bonchari Constituency**  
**Annual Report and Financial Statements for The Year Ended June 30, 2024**

| Programme/Sub-programme                                     | Original Budget   | Adjustments                    |   | Final Budget      | Actual on comparable basis | Budget utilization difference |
|---|-------------------|--------------------------------|---|-------------------|----------------------------|-------------------------------|
|   |                   | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |                   |                            |                               |
|   | Kshs              | Kshs                           | Kshs                                      | Kshs              | Kshs                       | Kshs                          |
| 5.4 Universities  |                   |                                |   | -                 |                            | -                             |
| 5.5 Education Support Programmes                            |                   |                                |   | -                 |                            | -                             |
| 5.6 Social Security   |                   |                                | 3,600,000                                 | 3,600,000         |                            | 3,600,000                     |
| 5.7 Special Schools   | 637,488           |                                |   | 637,488           | 50,000                     | 587,488                       |
| <b>Sub-total</b>  | <b>66,637,488</b> | <b>299,649</b>                 | <b>6,600,000</b>                          | <b>73,537,137</b> | <b>67,322,100</b>          | <b>6,215,037</b>              |
| <b>6.0 Sports</b>   |                   |                                |   |                   |                            |                               |
| 6.1 Constituency sports tournament                          |                   | 4,497,018                      | 251,223                                   | 4,748,241         | 4,747,800                  | 441                           |
| 6.2 Regional sports tournament                              |                   | 350,000                        |   | 350,000           | 350,000                    | -                             |
| <b>Sub-total</b>  | <b>0</b>          | <b>4,847,018</b>               | <b>251,223</b>                            | <b>5,098,241</b>  | <b>5,097,800</b>           | <b>441</b>                    |
| <b>7.0 Environment</b>                                      |                   |                                |   |                   |                            |                               |
| 7.1 Isamwera primary school                                 |                   | 9,378                          |   | 9,378             |                            | 9,378                         |
| 7.2 Nyakung'u DOK primary school                            |                   | 921,434                        |   | 921,434           | 921,434                    | -                             |
| 7.3. Gesero primary school                                  |                   | 921,434                        |   | 921,434           | 921,434                    |                               |
| 7.4 Itierio primary school                                  |                   | 921,432                        |   | 921,432           | 921,432                    |                               |
| <b>Sub-total</b>  | <b>0</b>          | <b>2,773,678</b>               | <b>-</b>                                  | <b>2,773,678</b>  | <b>2,764,300</b>           | <b>9,378</b>                  |
| <b>8.0 Primary Schools Projects (List all the Projects)</b> |                   |                                |   |                   |                            |                               |
| Bogitaa primary school                                      |                   |                                | 2,388,879                                 | 2,388,879         | 288,879                    | 2,100,000                     |

*National Government Constituencies Development Fund (NGCDF)  
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| Programme/Sub-programme    | Original Budget | Adjustments                    |   | Final Budget | Actual on comparable basis | Budget utilization difference |
|----------------------------|-----------------|--------------------------------|---|--------------|----------------------------|-------------------------------|
|                            |                 | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |              |                            |                               |
|                            | Kshs            | Kshs                           | Kshs                                      | Kshs         | Kshs                       | Kshs                          |
| Bomariba primary school    |                 | 2,000,000                      |   | 2,000,000    | 2,000,000                  | -                             |
| Botoro primary school      |                 | 2,000,000                      |   | 2,000,000    | 2,000,000                  | -                             |
| Chisaro Primary School     | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Chisaro Primary School     | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Ebate primary school       |                 | 2,000,000                      |   | 2,000,000    | 2,000,000                  | -                             |
| Ekerore Primary School     | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Ekerore Primary School     | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Ekerubo primary school     |                 |                                | 3,500,000                                 | 3,500,000    | 3,500,000                  | -                             |
| Entange primary school     |                 | 800,000                        |   | 800,000      |                            | 800,000                       |
| Etureti Primary School     | 7,500,000       |                                | 4,000,000                                 | 11,500,000   | 4,000,000                  | 7,500,000                     |
| Etureti Primary School     | 1,500,000       |                                |   | 1,500,000    |                            | 1,500,000                     |
| gesero primary school      |                 |                                | 5,000,000                                 | 5,000,000    | 5,000,000                  | -                             |
| igonga primary school      |                 |                                | 4,500,000                                 | 4,500,000    | 4,500,000                  | -                             |
| Isamwera Primary School    | 6,136,321       |                                |   | 6,136,321    |                            | 6,136,321                     |
| Isamwera primary school    |                 |                                | 3,963,810                                 | 3,963,810    | 3,963,810                  | -                             |
| Kebute Primary School      | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Kebute Primary School      | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Kenyorora Primary School   | 6,500,000       |                                | 4,800,000                                 | 11,300,000   | 11,300,000                 | -                             |
| Kerina ELCK Primary School | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Kerina ELCK Primary School | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Kerina special school      |                 |                                | 2,000,000                                 | 2,000,000    | 2,000,000                  | -                             |

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**Bonchari Constituency**  
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| Programme/Sub-programme  | Original Budget | Adjustments                    |   | Final Budget | Actual on comparable basis | Budget utilization difference |
|--------------------------|-----------------|--------------------------------|---|--------------|----------------------------|-------------------------------|
|                          |                 | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |              |                            |                               |
|                          | Kshs            | Kshs                           | Kshs                                      | Kshs         | Kshs                       | Kshs                          |
| Kiabusura Primary School | 5,695,618       |                                |   | 5,695,618    |                            | 5,695,618                     |
| Kioge DEB Primary School | 5,473,039       |                                |   | 5,473,039    |                            | 5,473,039                     |
| kirwanda primary school  |                 |                                | 4,500,000                                 | 4,500,000    | 4,500,000                  | -                             |
| Marindi Primary School   | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Marindi Primary School   | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Masagoye primary school  |                 |                                | 800,000                                   | 800,000      | 800,000                    | -                             |
| Matongo primary school   |                 | 3,000,000                      |   | 3,000,000    | 3,000,000                  | -                             |
| Mogori primary school    |                 |                                | 2,100,000                                 | 2,100,000    |                            | 2,100,000                     |
| Moguga Primary School    | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Moguga Primary School    | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Mogumo Primary School    | 4,500,000       |                                |   | 4,500,000    |                            | 4,500,000                     |
| Mosando Primary School   | 5,000,000       |                                |   | 5,000,000    |                            | 5,000,000                     |
| Nyabinnwa Primary School | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Nyabinnwa Primary School | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Nyamaya Primary School   | 2,250,037       |                                |   | 2,250,037    |                            | 2,250,037                     |
| Nyamaya Primary School   | 2,208,813       |                                |   | 2,208,813    |                            | 2,208,813                     |
| Nyamerako Primary School | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Nyamerako Primary School | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |
| Nyaniobo primary school  |                 |                                | 4,500,000                                 | 4,500,000    | 4,500,000                  | -                             |
| Nyangena Primary School  | 1,963,897       |                                |   | 1,963,897    |                            | 1,963,897                     |
| Nyangiti Primary School  | 1,036,085       |                                |   | 1,036,085    | 1,036,085                  | -                             |

*National Government Constituencies Development Fund (NGCDF)*  
*Bonchari Constituency*  
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| Programme/Sub-programme                                       | Original Budget   | Adjustments                    |   | Final Budget       | Actual on comparable basis | Budget utilization difference |
|---|-------------------|--------------------------------|---|--------------------|----------------------------|-------------------------------|
|   |                   | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |                    |                            |                               |
|   |                   | Kshs                           | Kshs                                      |                    |                            |                               |
|   |                   |                                |   | Kshs               | Kshs                       | Kshs                          |
| Nyangiti Primary School                                       | 1,036,085         |                                |   | 1,036,085          | 1,036,085                  | -                             |
| Nyaomokenye Primary School                                    | 6,500,000         |                                | 5,000,000                                 | 11,500,000         | 5,000,000                  | 6,500,000                     |
| Oriangi Primary School  | 1,036,085         |                                |   | 1,036,085          | 1,036,085                  | -                             |
| Oriangi Primary School  | 1,036,085         |                                |   | 1,036,085          | 1,036,085                  | -                             |
| riamaoncha primary school                                     |                   |                                | 900,000                                   | 900,000            | 900,000                    | -                             |
| Riamontinga Primary School                                    | 1,036,085         |                                | 900,000                                   | 1,936,085          | 1,936,085                  | -                             |
| Riamontinga Primary School                                    | 1,036,085         |                                |   | 1,036,085          | 1,036,085                  | -                             |
| Rianyapara primary school                                     |                   | 3,000,000                      | 1,800,000                                 | 4,800,000          | 4,800,000                  | -                             |
| Sugunana Primary School                                       | 1,036,085         |                                |   | 1,036,085          | 1,036,085                  | -                             |
| Sugunana Primary School                                       | 1,036,085         |                                |   | 1,036,085          | 1,036,085                  | -                             |
| Suneka Primary School   | 1,500,000         |                                |   | 1,500,000          |                            | 1,500,000                     |
| <b>Sub-total</b>  | <b>81,593,765</b> | <b>12,800,000</b>              | <b>50,652,689</b>                         | <b>145,046,454</b> | <b>89,818,729</b>          | <b>55,227,725</b>             |
| <b>9.0 Secondary Schools Projects (List all the Projects)</b> |                   |                                |   |                    |                            |                               |
| 9.1 Iterio Boys High School                                   | 5,242,775         |                                |   | 5,242,775          | 5,242,775                  | -                             |
| 9.2 Bitare secondary school                                   |                   | 1,200,000                      |   | 1,200,000          | 1,200,000                  | -                             |
| 9.3. Mosando secondary  |                   |                                | 4,000,000                                 | 4,000,000          | 4,000,000                  | -                             |
| 9.4 genga secondary school                                    |                   |                                | 1,800,000                                 | 1,800,000          | 1,800,000                  | -                             |
| 9.5 Ekerore secondary school                                  |                   |                                | 3,700,000                                 | 3,700,000          |                            | 3,700,000                     |
| 9.6 Kiabusura secondary                                       |                   |                                | 5,500,000                                 | 5,500,000          | 5,500,000                  | -                             |
| 9.7 Nyamerako secondary school                                |                   |                                | 1,000,000                                 | 1,000,000          |                            | 1,000,000                     |

**National Government Constituencies Development Fund (NGCDF)  
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**Annual Report and Financial Statements for The Year Ended June 30, 2024**

| Programme/Sub-programme  | Original Budget   | Adjustments                    |   | Final Budget       | Actual on comparable basis | Budget utilization difference |
|--|-------------------|--------------------------------|---|--------------------|----------------------------|-------------------------------|
|  |                   | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |                    |                            |                               |
| Sub-total  | Kshs<br>5,242,775 | Kshs<br>1,200,000              | Kshs<br>16,000,000                        | Kshs<br>22,442,775 | Kshs<br>17,742,775         | Kshs<br>4,700,000             |
| 10.0 Tertiary Institutions Projects<br>(List all the Projects) |                   |                                |   |                    |                            |                               |
| 10.1   |                   |                                |   | -                  |                            | -                             |
| 10.2   |                   |                                |   | -                  |                            | -                             |
| 10.3   |                   |                                |   | -                  |                            | -                             |
| Sub-total  | 0                 | 0                              | 0   | 0                  | 0                          | 0                             |
| 11.0 Security Projects   |                   |                                |   |                    |                            |                               |
| 11.1 Riana Chiefs Office                                       | 2,500,000         |                                | 3,500,000                                 | 6,000,000          | 3,500,000                  | 2,500,000                     |
| 11.2   |                   |                                |   | -                  |                            | -                             |
| 11.3   |                   |                                |   | -                  |                            | -                             |
| Sub-total  | 2,500,000         | 0                              | 3,500,000                                 | 6,000,000          | 3,500,000                  | 2,500,000                     |
| 12.0 Acquisition of assets                                     |                   |                                |   |                    |                            |                               |
| 12.1 Motor Vehicles (including motorbikes)                     |                   |                                |   | -                  |                            | -                             |
| 12.2 Construction of CDF office                                |                   |                                |   | -                  |                            | -                             |
| 12.3 Purchase of furniture and equipment                       |                   |                                | 1,500,000                                 | 1,500,000          |                            | 1,500,000                     |
| 12.4 Purchase of computers                                     | 200,000           |                                |   | 200,000            |                            | 200,000                       |
| 12.5 Purchase of land  |                   |                                |   | -                  |                            | -                             |

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| Programme/Sub-programme             | Original Budget    | Adjustments                    |   | Final Budget       | Actual on comparable basis | Budget utilization difference |
|-------------------------------------|--------------------|--------------------------------|---|--------------------|----------------------------|-------------------------------|
|                                     |                    | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements |                    |                            |                               |
|                                     | Kshs               | Kshs                           | Kshs                                      | Kshs               | Kshs                       | Kshs                          |
| Sub-total                           | 200,000            | 0                              | 1,500,000                                 | 1,700,000          | -                          | 1,700,000                     |
| <b>13.0 Others</b>                  |                    |                                |   |                    |                            |                               |
| 13.1 Bonchari NG-CDF Strategic Plan | 1,500,000          |                                | 2,000,000                                 | 3,500,000          |                            | 3,500,000                     |
| 13.2 Innovation Hub                 |                    |                                |   | -                  | -                          | -                             |
| 13.2 NG-CDF Office                  |                    | 1,751,028                      |   | 1,751,028          |                            | 1,751,028                     |
| Funds pending approval**            |                    | 388,700                        |   | 388,700            |                            | 388,700                       |
| Sub-total                           | 1,500,000          | 2,139,728                      | 2,000,000                                 | 5,639,728          |                            | 5,639,728                     |
| <b>Total</b>                        | <b>181,235,553</b> | <b>41,327,468</b>              | <b>94,153,912</b>                         | <b>316,716,934</b> | <b>208,177,427</b>         | <b>108,539,507</b>            |

*(NB: This statement is a disclosure statement indicating the utilisation in the same format as Bonchari budgets which are programme based. This statement totals should tally to totals of statement in schedule 12*

## **14. 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;

- Receivables that include imprests
- Payables that include 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-Bonchari 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. Recognition of Receipts**

The NG-CDF Bonchari Constituency recognizes all receipts from various sources when the event occurs, and the related cash has actually been received by the Entity.

#### **a. 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.

#### **b. Proceeds from the Sale of Assets**

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

**c. Other receipts**

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

**d. 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.

**e. 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.

**5. Recognition of payments**

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

**a) Compensation of Employees**

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

**b) 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.

**c) Acquisition of Fixed Assets**

The payment on the 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 is provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

#### **6. 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.

#### **7. Cash and Cash Equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call, and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. Bank account balances include amounts held at various commercial banks at the end of the financial year.

#### **8. 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.

#### **9. Accounts Payable**

For 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 the fulfilment of obligations by the contractor and holding deposits on behalf of third parties. Gratuity earned 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 the National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

#### **10. 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.

#### **11. 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 the NGCDF Act, 2015

#### **12. 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 xx June 20xx for the period 1<sup>st</sup> July 2023 to 30<sup>th</sup> June 2024 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.

#### **13. Comparative Figures**

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

#### **14. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2024.

#### **15. Prior Period 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

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amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restate 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.

**16. 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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15. Notes To the Financial Statements

1. Transfers from NGCDF Board

| Description  | 2023/2024          | 2022/2023         |
|--------------|--------------------|-------------------|
| NGCDF Board  | Kshs               | Kshs              |
| B214070      | 24,088,879         | -                 |
| B214224      | 30,551,223         | -                 |
| B214604      | 17,663,810         | -                 |
| B233678      | 30,000,000         | -                 |
| B225396      | 8,200,000          | -                 |
| B225446      | 40,000,000         | -                 |
| B226375      | 15,391,202         | -                 |
| B233932      | 20,000,000         | -                 |
| B233839      | 42,234,906         | -                 |
| B185018      |                    | 7,000,000         |
| B206301      |                    | 38,000,000        |
| B205690      |                    | 12,000,000        |
| B205530      |                    | 18,000,000        |
| B207770      |                    | 15,000,000        |
| <b>TOTAL</b> | <b>228,130,020</b> | <b>90,000,000</b> |

2. Proceeds From Sale of Assets

|  | 2023/2024 | 2022/2023 |
|--|-----------|-----------|
|  | Kshs      | Kshs      |
| Receipts from sale of Buildings                            | 0         | 0         |
| Receipts from the Sale of Vehicles and Transport Equipment | 0         | 0         |
| Receipts from sale of office and general equipment         | 0         | 0         |
| Receipts from the Sale Plant Machinery and Equipment       | 0         | 0         |
| Others   | 0         | 0         |
| <b>Total</b>   | <b>0</b>  | <b>0</b>  |

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3. Other Receipts

|  | <i>2023/2024</i> | <i>2022/2023</i> |
|--|------------------|------------------|
|  | Kshs             | Kshs             |
| Interest Received  | 0                | 0                |
| Rent   | 0                | 0                |
| Receipts from sale of tender documents                     | 183,000          | 22,000           |
| Hire of plant/equipment/facilities                         | 0                | 0                |
| Unutilized funds from PMCs account                         | 0                | 0                |
| Other Receipts Not Classified Elsewhere ( <i>specify</i> ) | 0                | 0                |
| <b>Total</b>   | <b>183,000</b>   | <b>22,000</b>    |

4. Compensation Of Employees

|  | <i>2023/2024</i> | <i>2022/2023</i> |
|--|------------------|------------------|
|  | Kshs             | Kshs             |
| NG-CDFC Basic staff salaries                                       | 4,930,476        | 2,750,408        |
| Personal allowances paid as part of salary                         | -                | -                |
| House Allowance  | -                | 16,000           |
| Transport Allowance  | -                | -                |
| Leave allowance  | -                | -                |
| Gratuity to contractual employees                                  | 609,341          | -                |
| Employer Contributions Compulsory national social security schemes | 143,338          | 190,064          |
| Employer Contributions Compulsory Housing levy                     | 44,262           | -                |
| Employer contributions to National Industrial Training Authority   | -                | -                |
| <b>Total</b>   | <b>5,727,417</b> | <b>2,956,472</b> |

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5. Committee Expenses

|  | <i>2023/2024</i> | <i>2022/2023</i> |
|--|------------------|------------------|
|  | Kshs             | Kshs             |
| <b>A.NG CDFC</b>                           |                  |                  |
| Sitting allowance                          | 1,648,000        | 2,545,860        |
| Other committee expenses                   | 2,328,000        | 793,538          |
| <b>Sub total</b>                           | <b>3,976,000</b> | <b>3,339,398</b> |
|  |                  |                  |
| <b>B. Constituency Oversight Committee</b> |                  |                  |
| Allowances                                 |                  | 250,000          |
| Other committee expenses                   | -                | 610,240          |
| <b>Sub total</b>                           | <b>-</b>         | <b>860,240</b>   |
| <b>Total (A+B)</b>                         | <b>3,976,000</b> | <b>4,199,638</b> |

6. Use of Goods and services

|  | <i>2023/2024</i> | <i>2022/2023</i> |
|--|------------------|------------------|
|  | Kshs             | Kshs             |
| Utilities, supplies and services                             | 146,600          | 92,400           |
| Communication, supplies and services                         | 389,800          | 326,212          |
| Domestic travel and subsistence                              | 1,509,400        | 334,800          |
| Printing, advertising and information supplies & services    | 746,450          | -                |
| Rentals of produced assets                                   | -                | -                |
| Training expenses  | 370,000          | 688,000          |
| Hospitality supplies and services                            | 297,600          | 614,186          |
| Insurance costs  | -                | -                |
| Specialized materials and services                           | -                | -                |
| Office and general supplies and services                     | 951,420          | 1,007,874        |
| Fuel, oil & lubricants                                       | 1,014,160        | 1,049,849        |
| Other operating expenses                                     | 75,600           | 1,402,683        |
| Bank Charges   | 45,114           | -                |
| Security operations  | -                | -                |
| Routine maintenance – vehicles and other transport equipment | 680,942          | 135,600          |
| Routine maintenance – other assets                           | -                | -                |
| <b>Total</b>   | <b>6,227,086</b> | <b>5,651,604</b> |

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7. Transfer To Other Government Units

| Description                        | 2023/2024          | 2022/2023 |
|------------------------------------|--------------------|-----------|
|                                    | Kshs               | Kshs      |
| Transfers To Primary Schools       | 89,818,729         | 0         |
| Transfers To Secondary Schools     | 17,742,775         | 0         |
| Transfers To Tertiary Institutions | -                  | 0         |
| <b>Total</b>                       | <b>107,561,504</b> | <b>0</b>  |

8. Other Grants and Other transfers

|                                       | 2023/2024         | 2022/2023         |
|---------------------------------------|-------------------|-------------------|
|                                       | Kshs              | Kshs              |
| Bursary – secondary schools           | 39,553,100        | 28,662,900        |
| Bursary – tertiary institutions       | 27,719,000        | 23,542,000        |
| Bursary – special schools             | 50,000            | -                 |
| Bursary- education support programmes |                   |                   |
| Social Security programmes (NHIF)     |                   |                   |
| Security projects                     | 3,500,000         | -                 |
| Sports projects                       | 5,097,800         |                   |
| Environment projects                  | 2,764,300         | -                 |
| Emergency projects                    | 6,001,220         | 1,253,000         |
| Roads projects                        | 0                 | 0                 |
| <b>Total</b>                          | <b>84,685,420</b> | <b>53,457,900</b> |

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9. Acquisition Of Assets

|   | 2023/2024 | 2022/2023 |
|---|-----------|-----------|
|   | Kshs      | Kshs      |
| Purchase of Buildings   | 0         | 0         |
| Construction of Buildings                                       | 0         | 0         |
| Refurbishment of Buildings                                      | 0         | 0         |
| Purchase of Vehicles and Other Transport Equipment              | 0         | 0         |
| Purchase of Household Furniture and Institutional Equipment     | 0         | 0         |
| Purchase of Office Furniture and General Equipment              | 0         | 0         |
| Purchase of ICT Equipment, Software and Other ICT Assets        | 0         | 0         |
| Purchase of Specialized Plant, Equipment and Machinery          | 0         | 0         |
| Rehabilitation and renovation of plant, machinery and equipment | 0         | 0         |
| Acquisition of Land   | 0         | 0         |
| Acquisition Intangible Assets                                   | 0         | 0         |
| <b>Total</b>  | <b>0</b>  | <b>0</b>  |

10. Other Payments

|                           | 2023/2024 | 2022/2023 |
|---------------------------|-----------|-----------|
|                           | Kshs      | Kshs      |
| Strategic plan            | 0         | 0         |
| ICT Hub                   | 0         | 0         |
| Others ( <i>specify</i> ) | 0         | 0         |
| <b>Total</b>              | <b>0</b>  | <b>0</b>  |

11. Cash and Cash Equivalents

| Name of Bank and Account No.   | 2023/2024         | 2022/2023         |
|--|-------------------|-------------------|
|  | Kshs              | Kshs              |
| <b>11A: Bank Accounts (Cash Book Bank Balance)</b>                         |                   |                   |
| <i>Equity Bank, A/C no. , 0510263641594 Kisii Branch . (main account)</i>  | <b>61,280,062</b> | <b>41,144,468</b> |
| <i>Operation account pending closure (Indicate name &amp; account no.)</i> | -                 | -                 |
| <i>Name of Bank, account No. (Deposit)</i>                                 | -                 | -                 |
| <b>Total</b>   | <b>61,280,062</b> | <b>41,144,468</b> |

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| <b>11B: Cash Balances</b>          |          |          |
|------------------------------------|----------|----------|
| Location 1                         | 0        | 0        |
| Location 2                         | 0        | 0        |
| Other Locations ( <i>Specify</i> ) | 0        | 0        |
| <b>Total</b>                       | <b>0</b> | <b>0</b> |

**12. 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>    |
| Name of officer                       | dd/mm/yy                  | -                   | -                         | -              |
| Name of officer                       | dd/mm/yy                  | -                   | -                         | -              |
| Name of officer                       | dd/mm/yy                  | -                   | -                         | -              |
| Name of officer                       | dd/mm/yy                  | -                   | -                         | -              |
| Name of officer                       | dd/mm/yy                  | -                   | -                         | -              |
| Name of officer                       | dd/mm/yy                  | -                   | -                         | -              |
| <b>TOTAL</b>                          |                           | <b>-</b>            | <b>-</b>                  | <b>-</b>       |

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

**13. Retention**

|  | <i>2023/2024</i> | <i>2022/2023</i> |
|--|------------------|------------------|
|  | <i>KShs</i>      | <i>KShs</i>      |
| Retention as at 1 <sup>st</sup> July (A)               | 0                | 0                |
| Retention held during the year (B)                     | 0                | 0                |
| Retention paid during the Year (C)                     | 0                | 0                |
| Closing Retention as at 30 <sup>th</sup> June D= A+B-C | <b>0</b>         | <b>0</b>         |

**Retentions aging analysis.**

|                | <b>Insert Current FY</b> | <b>% of the total Retention</b> | <b>Insert Comparative FY</b> | <b>% of the total Retention</b> |
|----------------|--------------------------|---------------------------------|------------------------------|---------------------------------|
| Under one year | 0                        | %                               | 0                            | %                               |
| 1-2 years      | 0                        | %                               | 0                            | %                               |
| 2-3 years      | 0                        | %                               | 0                            | %                               |
| Over 3 years   | 0                        | %                               | 0                            | %                               |
| <b>Total</b>   | <b>0</b>                 |                                 | <b>0</b>                     |                                 |

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14. Gratuity

|   | 2023/2024 | 2022/2023 |
|---|-----------|-----------|
|   | KShs      | KShs      |
| Gratuity as at 1 <sup>st</sup> July (A)                     | 0         | 0         |
| Gratuity held during the year (B)                           | 0         | 0         |
| Gratuity paid during the Year (C)                           | 0         | 0         |
| <b>Closing Gratuity as at 30<sup>th</sup> June D= A+B-C</b> | <b>0</b>  | <b>0</b>  |

Gratuity aging analysis

|                | Insert<br>Current FY | % of<br>the total<br>Gratuity | Insert<br>Comparative<br>FY | % of<br>the total<br>Gratuity |
|----------------|----------------------|-------------------------------|-----------------------------|-------------------------------|
| Under one year | 0                    | %                             | 0                           | %                             |
| 1-2 years      | 0                    | %                             | 0                           | %                             |
| 2-3 years      | 0                    | %                             | 0                           | %                             |
| Over 3 years   | 0                    | %                             | 0                           | %                             |
| <b>Total</b>   | <b>0</b>             |                               | <b>0</b>                    |                               |

15. Fund Balance B/F

|                                     | (1 <sup>st</sup> July 2023) | (1 <sup>st</sup> July 2022) |
|-------------------------------------|-----------------------------|-----------------------------|
|                                     | Kshs                        | Kshs                        |
| Bank accounts                       | 41,144,468                  | 17,388,083                  |
| Cash in hand                        | -                           | -                           |
| Imprest                             | -                           | -                           |
| <b>Total</b>                        | <b>41,144,468</b>           | <b>17,388,083</b>           |
| <b>Less</b>                         |                             |                             |
| Payables: - Retention               | -                           | -                           |
| Payables - Gratuity                 | -                           | -                           |
| <b>Fund Balance Brought Forward</b> | <b>-</b>                    | <b>-</b>                    |

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16. Prior Year Adjustments

|                           | Balance b/f<br>as per Audited<br>Financial<br>statements | Adjustments | Adjusted<br>Balance** BF |
|---------------------------|--|-------------|--------------------------|
| Description of the error  | Kshs   | Kshs        | Kshs                     |
| Bank account Balances     | -  | -           | -                        |
| Cash in hand              | -  | -           | -                        |
| Imprests                  | -  | -           | -                        |
| Retentions                | -  | -           | -                        |
| Gratuity                  | -  | -           | -                        |
| Others ( <i>specify</i> ) | -  | -           | -                        |
| <b>Total</b>              | -  | -           | -                        |

\*\* 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.

|   | 2023/2024 | 2022/2023 |
|---|-----------|-----------|
|   | KShs      | KShs      |
| Outstanding Imprest as at 1 <sup>st</sup> July (A)  | -         | -         |
| Imprest issued during the year (B)                  | -         | -         |
| Imprest surrendered during the Year (C)             | -         | -         |
| Closing accounts in account receivables<br>D= A+B-C | -         | -         |
| <b>Net changes in accounts Receivables D - A</b>    | -         | -         |

18. Changes in Accounts Payable – Gratuities and Retentions

|  | 2023/2024 | 2022/2023 |
|--|-----------|-----------|
|  | KShs      | KShs      |
| Gratuities and Retentions as at 1 <sup>st</sup> July (A) | -         | -         |
| Gratuities and Retentions held during the year (B)       | -         | -         |
| Gratuities and Retentions paid during the Year (C)       | -         | -         |
| Closing account payables D= A+B-C                        | -         | -         |
| <b>Net changes in accounts payables D-A</b>              | -         | -         |

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19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

|                             | <i>2023/2024</i> | <i>2022/2023</i> |
|-----------------------------|------------------|------------------|
|                             | Kshs             | Kshs             |
| Construction of buildings   | -                | -                |
| Construction of civil works | -                | -                |
| Supply of goods             | -                | -                |
| Supply of services          | -                | -                |
| <b>Total</b>                | -                | -                |

Aging Analysis for Pending Accounts Payables

|                | Insert<br>Current FY | % of the<br>total | Insert<br>Comparative<br>FY | % of the<br>total |
|----------------|----------------------|-------------------|-----------------------------|-------------------|
| Under one year | -                    | %                 | -                           | %                 |
| 1-2 years      | -                    | %                 | -                           | %                 |
| 2-3 years      | -                    | %                 | -                           | %                 |
| Over 3 years   | -                    | %                 | -                           | %                 |
| <b>Total</b>   | -                    |                   | -                           |                   |

19.2: Pending Staff Payables (See Annex 2)

|                           | <i>2023/2024</i> | <i>2022/2023</i> |
|---------------------------|------------------|------------------|
|                           | Kshs             | Kshs             |
| NGCDFC Staff              | -                | -                |
| Others ( <i>specify</i> ) | -                | -                |
| <b>Total</b>              | -                | -                |

Aging Analysis for staff Payables

|                | Insert<br>Current FY | % of the<br>total | Insert<br>Comparative<br>FY | % of the<br>total |
|----------------|----------------------|-------------------|-----------------------------|-------------------|
| Under one year | -                    | %                 | -                           | %                 |
| 1-2 years      | -                    | %                 | -                           | %                 |
| 2-3 years      | -                    | %                 | -                           | %                 |
| Over 3 years   | -                    | %                 | -                           | %                 |
| <b>Total</b>   | -                    |                   | -                           |                   |

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

|   | <i>2023/2024</i>   | <i>2022/2023</i>   |
|---|--------------------|--------------------|
|   | Kshs               | Kshs               |
| Compensation of employees                       | 2,746,102          | 3,602,227          |
| Committee expense                               | 790                | 557,110            |
| Use of goods and services                       | 1,008,038          | 1,233,400          |
| Amounts due to other Government entities        | 59,927,725         | 76,252,690         |
| Amounts due to other grants and other transfers | 23,867,124         | 30,096,225         |
| Acquisition of assets                           | 1,700,000          | 1,500,000          |
| Other Payments (specify)                        | 5,251,028          | 3,751,028          |
| Funds pending approval                          | 14,038,700         | 18,305,700         |
| <b>Total</b>                                    | <b>108,539,507</b> | <b>135,298,380</b> |

**19.4: PMC account balances (See Annex 5)**

|                      | <i>2023/2024</i>  | <i>2022/2023</i> |
|----------------------|-------------------|------------------|
|                      | Kshs              | Kshs             |
| PMC account balances | 23,983,514        | 372,874          |
| <b>Total</b>         | <b>23,983,514</b> | <b>372,874</b>   |

**19.5 Related Party Transactions**

|  | <i>2023/2024</i>   | <i>2022/2023</i>  |
|--|--------------------|-------------------|
|  | Kshs               | Kshs              |
| <b>Committee Members Remuneration</b>                  |                    |                   |
| Sitting allowance of committee Members during the year | 1,648,000          | 2,545,860         |
|  |                    |                   |
| <b>Transaction with the NGCDF Board</b>                |                    |                   |
| Receipts from the NGCDF Board during the year          | 228,130,020        | 90,000,000        |
| <b>Total</b>   | <b>229,778,020</b> | <b>92,545,860</b> |

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16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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

| Name of Staff | Designation | Date employed | Outstanding Balance 30 <sup>th</sup> June 2024 | Comments |
|---------------|-------------|---------------|--|----------|
| NG-CDFC Staff |             |               |  |          |
| 1.            |             |               |  |          |
| 2.            |             |               |  |          |
| 3.            |             |               |  |          |
| Sub-Total     |             |               |  |          |
| Grand Total   |             |               |  |          |

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**Annex 3 – Unutilized Fund**

| Name  | Brief Transaction Description                   | Outstanding Balance<br>2023/2024 | Outstanding Balance<br>2022/2023 |
|---|---|----------------------------------|----------------------------------|
| <b>Compensation of employees</b>                |   |                                  |                                  |
|   | Basic Salaries                                  | 1,439,685                        | 1,439,696                        |
|   | Basic Wages                                     | 810,000                          | 1,620,000                        |
|   | Housing Levy                                    | 23,993                           |                                  |
|   | NSSF  | 136,412                          | 39,750                           |
|   | Gratuity  | 336,011                          | 502,781                          |
|   |   | <b>2,746,101</b>                 | <b>3,602,227.12</b>              |
| <b>Use of goods &amp; services</b>              |   |                                  |                                  |
|   | Electricity                                     | 40,000                           | 6600                             |
|   | Internet connections                            | 200                              | 0                                |
|   | Accommodation - Domestic travel                 | 320                              | 0                                |
|   | catering services                               | 411                              | 0                                |
|   | Uniforms and Clothing                           | -                                | 600                              |
|   | Motor Vehicles Insurance                        | 500,000                          | 500,000                          |
|   | General Office supplies                         | 580                              | 0                                |
|   | Fuels & Lubricants                              | 629                              | 303,439                          |
|   | Maintenance of Motor Vehicles                   | 395,180                          | 193300                           |
|   | Other Committee expenses                        | 790                              | 0                                |
| Bank Charges, service and Commission            | Payment of Bank service, Commission and charges | 60,788                           | 35,902                           |
|   |   | <b>1,008,038</b>                 | <b>1,039,841</b>                 |
| <b>Amounts due to other Government entities</b> |   |                                  |                                  |

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| Name                    | Brief Transaction Description   | Outstanding Balance<br>2023/2024 | Outstanding Balance<br>2022/2023 |
|-------------------------|---|----------------------------------|----------------------------------|
| Bogitaa Primary School  | Construction to completion of two classrooms and equipping with 26 stunts lockers   | 2,100,000                        |                                  |
| Bogitaa Primary School  | Construction of 1 classroom to Completion   | 0                                | 288,880                          |
| Bomariba Primary School | Renovation to completion of 4No. Classrooms: Roofing, internal and external wall finishes, flooring, Installation of doors and windows and painting   | 0                                | 2,000,000                        |
| Botoro Primary School   | Renovation to completion of 4No. Classrooms: Roofing, internal and external wall finishes, flooring, Installation of doors and windows and painting   | 0                                | 2,000,000                        |
| Ebate Primary School    | Renovation to completion of 4No. Classrooms: Roofing, internal and external wall finishes, flooring, Installation of doors and windows and painting   | 0                                | 2,000,000                        |
| Ekerubo Primary School  | Construction to completion of 2 classrooms on first floor of a storey building: concret frame work, walling, installation of suspended slab, fixing of windows and doors with including glazing handrail internal and external plastering and painting. | 0                                | 3,500,000                        |

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| Name                     | Brief Transaction Description  | Outstanding Balance 2023/2024 | Outstanding Balance 2022/2023 |
|--------------------------|--|-------------------------------|-------------------------------|
| Entange Primary School   | Construction to completion of One classroom  | 800,000                       | 800,000                       |
| Etureti Primary School   | Construction to completion of a 14 door modern latrines (7 doors for boys and a urinal and 7 door for girls) with one door catering for persons with disabilities for each gender                                    | 1,500,000                     |                               |
| Etureti Primary School   | Construction of Phase 1 of 4 classrooms on ground floor of one storey building: Substructure works and superstructure frame work (columns)   | 7,500,000                     | 4,000,000                     |
| Gesero Primary School    | Construction of 4 classroom with a storey foundation   | 0                             | 5,000,000                     |
| Igonga Primary School    | Igonga Primary School:Completion of 4no. Classrooms on the ground floor of one storey building, wallin, installation of windows and doors, internal and external plastering, flooring, electrical works and painting | 0                             | 4,500,000                     |
| Isamwera primary school  | Construction of Phase 1 of 4 classrooms on ground floor of one storey building: foundation, walling, installation and first floor slab, installation of windows and doors.   | 6,136,321                     | 3,963,810                     |
| Kiabusura Primary School | Construction to completion of 4 classroom on a ground floor of one storey building; foundation, installation of columns, walling, installation of first floor suspended slab, plastering, flooring,                  | 5,695,618                     |                               |

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| Name                     | Brief Transaction Description   | Outstanding Balance 2023/2024 | Outstanding Balance 2022/2023 |
|--------------------------|---|-------------------------------|-------------------------------|
|                          | installation of doors and windows, electrical works and painting.   |                               |                               |
| Kioge DEB Primary School | Purchase of land for expansion  | 5,473,039                     |                               |
| Kenyorora Primary School | Construction of Phase 1 of 4 classrooms on ground floor of one storey building: Substructure works and superstructure frame work (columns)    | 0                             | 4,000,000                     |
| Kenyorora Primary School | Construction of one classroom to completion   | 0                             | 800,000                       |
| Kerina Special School    | Completion of a 40 bed capacity dormitory   | 0                             | 2,000,000                     |
| Kirwanda Primary School  | Completion of 4 No. Classrooms first floor of a one storey building   | 0                             | 4,500,000                     |
| Masagoye Primary School  | Construction of 1 classroom to Completion   | 0                             | 800,000                       |
| Matongo Primary School   | Renovation to completion of 6No. classrooms: Roofing, internal and external finishes, flooring installation of doors and windows and painting | 0                             | 3,000,000                     |
| Mogori Primary School    | Construction to completion of two classrooms and equipping with 26 stunts lockers   | 2,100,000                     |                               |

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| Name                    | Brief Transaction Description   | Outstanding Balance 2023/2024 | Outstanding Balance 2022/2023 |
|-------------------------|---|-------------------------------|-------------------------------|
| Mogumo Primary School   | Construction of phase 1 of 4 classrooms on a ground floor of one storey building: Substructure works and superstructure frame work columns  | 4,500,000                     |                               |
| Mosando Primary School  | Construction to completion of 4 classroom on a ground floor of one storey building; foundation, installation of columns, walling, installation of first floor suspended slab, plastering, flooring, installation of doors and windows, electrical works and painting. | 5,000,000                     |                               |
| Nyamaya Primary School  | Construction to completion of 3 classrooms on a suspended storey classrooms by walling, plastering, roofing, painting, installation of windows and doors  | 2,250,037                     |                               |
| Nyamaya Primary School  | Construction to completion of 3 classrooms on a suspended storey classrooms by walling, plastering, roofing, painting, installation of windows and doors  | 2,208,813                     |                               |
| Nyangena Primary School | Renovation to completion of 4 classrooms: Reroofing, replacing and fitting of new windows, plastering and painting  | 1,963,897                     |                               |
| Mogori primary school   |   | 0                             | 800,000                       |
| Nyamiobo Primary School | Completion of 4 No. Classrooms first floor of a one storey building, Walling, installation of windows and doors, internal and external electrical works and painting  | 0                             | 4,500,000                     |
| Suneka Primary School   | Construction to completion of a 14 door modern latrines (7 doors for boys and a urinal and 7 door for girls) with one door  | 1,500,000                     |                               |

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| Name                        | Brief Transaction Description   | Outstanding Balance 2023/2024 | Outstanding Balance 2022/2023 |
|-----------------------------|---|-------------------------------|-------------------------------|
|                             | catering for persons with disabilities for each gender  |                               |                               |
| Nyamokenye Primary School   | Construction o 4 classroom with storey foundation   | 6,500,000                     | 5,000,000                     |
| Riamocha Primary School     | Renovation of 9 classrooms to Completion  | 0                             | 900,000                       |
| Riamonting'a Primary School | Renovation of 2 classroom to copmletion   | 0                             | 900,000                       |
| Rianyapara Primary school   | Renovation to completion of 6No. classrooms: reroofing, plastering, installation of doors and windows, flooring and painting  | 0                             | 3,000,000                     |
| Rianyapara Primary School   | Renovation of 8 classroom to copmletion   | 0                             | 1,800,000                     |
| Nyamerako Secondary School  | Construction to completion of One classroom   | 1,000,000                     |                               |
| Ekerore Secondary School    | Purchase of 0.37 Acres of Land for School Expansion   | 3,700,000                     | 3,700,000                     |
| Genga Secondary School      | Completion of 4No. Classrooms on first floor of one storey building: Wall finishers on 2No. Classrooms, flooring, fixing of handrails and painting                                  | 0                             | 1,800,000                     |
| Kiabusura Secondary School  | Construction to completion 160 student capacity dormitory on a first floor of one storey building: Frame work, walling, roofing, installation of doors and windows, installation of | 0                             | 5,500,000                     |

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| Name   | Brief Transaction Description  | Outstanding Balance<br>2023/2024 | Outstanding Balance<br>2022/2023 |
|--|--|----------------------------------|----------------------------------|
|  | ramp, internal and external wall finishes, tiling, electrical works, plumbing works and painting   |                                  |                                  |
| Bitare Secondary School                                | Construction of modern 10 door pit latrines with two chambers to cater for persons with disabilities (5 for boys & 5 for girls)            | 0                                | 1,200,000                        |
| Mosando Secondary School                               | Additional funds for construction of a 40-capacity laboratory: Substructure works, superstructure works, columns, beams and suspended slab | 0                                | 4,000,000                        |
| Nyakungu DOK Primary School                            | Construction to completion of a modern 8 door pit latrine with two chambers catering for Persons With Disabilities.                        | 0                                | 921,434                          |
| Gesero Primary school                                  | Construction to completion of a modern 8 door pit latrine with two chambers catering for Persons With Disabilities.                        | 0                                | 921,434                          |
| Itierio Primary School                                 | Construction to completion of a modern 8 door pit latrine with two chambers catering for Persons With Disabilities.                        | 0                                | 921,432                          |
| Isamwera Primary School                                | Purchase and Planting of 266 hass avocado seedlings  | 0                                | 9,378                            |
| <b>Sub-Total</b>                                       |  | <b>59,927,725</b>                | <b>79,026,368</b>                |
| <b>Amounts due to other grants and other transfers</b> |  |                                  |                                  |

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| Name   | Brief Transaction Description   | Outstanding Balance 2023/2024 | Outstanding Balance 2022/2023 |
|--|---|-------------------------------|-------------------------------|
| Bursary Secondary Schools                    | Payment of bursary to needy students in secondary schools   | 1,706,269                     |                               |
| Bursary Tertiary Institutions                | Payment of bursary to needy students in tertiary institutions   | 321,280                       |                               |
| Bursary Special Schools                      | Payment of bursary to needy students in special schools   | 587,488                       |                               |
| <b>Sub-Total</b>                             |   | <b>2,615,037</b>              | -                             |
| <b>Acquisition of assets</b>                 |   |                               |                               |
|  | Purchase of Office Furniture  | 1,500,000                     | 1,500,000                     |
|  | Purchase of Computers and Printers  | 200,000                       | 0                             |
| <b>Sub-Total</b>                             |   | <b>1,700,000</b>              |                               |
| <b>Oversight Committee Expenses(Itemize)</b> |   |                               |                               |
|  |   |                               |                               |
|  |   |                               |                               |
| <b>Others (specify)</b>                      |   |                               |                               |
| Bonchari NGCDF Strategic Plan                | To Facilitate in preparation, facts, collection, designing, Typesetting and printing of Bonchari Constituency Strategic plan for the period between 2023-2027 | 3,500,000                     | 2,000,000                     |
| NG-CDF Office                                | Renovation to Completion of 2 rooms of 11 roomed NG-CDF office  | 1,751,028                     | 1,751,028                     |
| Sports                                       | Constituency Sports   | 441                           | 4,873,241                     |
| Sports                                       | Facilitate Regional Sports Tournaments in partnership with other constituencies within the region   | 0                             | 350,000                       |

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| Name                   | Brief Transaction Description   | Outstanding Balance<br>2023/2024 | Outstanding Balance<br>2022/2023 |
|------------------------|---|----------------------------------|----------------------------------|
| Emergency Reserve      | To cater for any unforeseen occurrences in the constituency during the financial year | 15,142,268                       | 12,375,389                       |
| NHIF                   | NHIF Social Security Programme to vulnerable families                                 | 3,600,000                        | 3,600,000                        |
| <b>Sub-Total</b>       |   |                                  |                                  |
| Funds pending approval | Unapproved projects   | 14,038,700                       | 18,100,000                       |
|                        | AIA   | 183,000                          | 205,700                          |
| <b>Sub-Total</b>       |   | 14,038,700                       | 18,305,700                       |
| <b>Grand Total</b>     |   | <b>108,539,507</b>               | <b>135,298,380</b>               |

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Annex 4 – Summary of Fixed Asset Register*

| Asset class                                  | Historical Cost<br>b/f<br>(Kshs) | Additions<br>during the year<br>(Kshs) | Disposals<br>during the year<br>(Kshs) | Historical Cost<br>(Kshs)<br>At Year End |
|--|----------------------------------|--|--|--|
| Land   | 20,000,000                       |  |  | 20,000,000                               |
| Buildings and structures                     | 13,700,000                       |  |  | 13,700,000                               |
| Transport equipment                          | 13,700,853                       |  |  | 13,700,853                               |
| Office equipment, furniture and fittings     | 15,000                           |  |  | 15,000                                   |
| ICT Equipment, Software and Other ICT Assets | 90,000                           |  |  | 90,000                                   |
| Other Machinery and Equipment                |                                  |  |  |  |
| Intangible assets                            |                                  |  |  |  |
| <b>Total</b>                                 | <b>47,505,853</b>                |  |  | <b>47,505,853</b>                        |

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**Annex 5 –PMC Bank Balances as at 30<sup>th</sup> June 2024**

| PMC                                | Bank           | Account number | Bank Balance | Bank Balance |
|------------------------------------|----------------|----------------|--------------|--------------|
|                                    |                |                | 2023-2024    | 2022-2023    |
| Bitare primary school              | Equity – Kisii | 510277460300   | 1,317        | 1,700        |
| Bitare SDA mixed secondary school  | Equity – Kisii | 510269054913   | 57,197       |              |
| Bogitaa ELCK primary school        | Equity – Kisii | 510278974966   | 789,337      | 2,000        |
| St. Dominic Chisaro primary school | Equity – Kisii | 510279005015   | 45,576       | 4,000        |
| Ebate primary school               | Equity – Kisii | 510282901476   |              | 1,000        |
| Ekerore DEB primary school         | Equity – Kisii | 510269922980   | 2,913        | 6,000        |
| Ekerubo DEB primary school         | Equity – Kisii | 510277462281   | 3,350,414    | 1,500        |
| Ekerubo secondary school           | Equity – Kisii | 510277598488   | 180,243      | 234          |
| Genga D.O.K Secondary School       | Equity – Kisii | 510270015206   | 305,801      | 1,000        |
| Igonga Primary School              | Equity – Kisii | 510269057771   | 719          | 80,000       |
| Iruma secondary school             | Equity – Kisii | 510269966429   | 3,038        | 5678         |
| Itierio Primary School             | Equity – Kisii | 510271106144   | 17,590       | 1,200        |
| Kebute DOK primary school          | Equity – Kisii | 510269935088   | 3,219        |              |
| Kenyorora DOK primary School       | Equity – Kisii | 510269969323   |              | 1,300        |
| Kerina ELCK primary school         | Equity – Kisii | 510282828682   | 51,178       | 5,000        |
| Kiabusura DOK secondary school     | Equity – Kisii | 510264197323   | 5,537,536    |              |
| Kirwanda ELCK primary school       | Equity – Kisii | 510269952503   | 4,328,201    | 40,000       |
| Marindi primary school             | Equity – Kisii | 510279011136   | 13,532       | 1,000        |
| Masagoye DEB primary school        | Equity – Kisii | 510269059130   | 130,896      | 14,000       |
| Miranga primary school             | Equity – Kisii | 510270243916   | 1,559        | 1,900        |
| Mogumo primary school              | Equity – Kisii | 510269994680   | 31,328       | 571          |
| Mosando primary school             | Equity – Kisii | 510277459954   | 5,016        | 1,200        |
| Mugori D.O.K Primary School        | Equity – Kisii | 510271790340   | 60,407       | 954          |

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| PMC                                   | Bank           | Account number | Bank Balance | Bank Balance |
|---------------------------------------|----------------|----------------|--------------|--------------|
|                                       |                |                | 2023-2024    | 2022-2023    |
| Mwamisoko primary school              | Equity – Kisii | 510272621627   | 5,098        | 510          |
| Mwata primary school                  | Equity – Kisii | 510269033745   | 75,569       | 40,000       |
| Mwata secondary                       | Equity – Kisii | 510270016216   | 137,498      | 1,000        |
| Nyabieyo secondary                    | Equity – Kisii | 510269966097   |              | 80,000       |
| Nyamare primary                       | Equity – Kisii | 510277156666   | 10,193       | 5074         |
| Nyamaya primary school                | Equity – Kisii | 510277460547   | 301,170      | 1,300        |
| Nyamegukuna Primary school            | Equity – Kisii | 510282828682   |              | 132          |
| Nyamerako Ekerubo sec school          | Equity – Kisii | 510278989214   |              | 1,200        |
| St. Elias Nyamiobo Primary School     | Equity – Kisii | 510271075492   | 215,488      | 7,000        |
| Nyamokenye DOK primary school         | Equity – Kisii | 510270373687   | 39,899       |              |
| Nyangena primary school               | Equity – Kisii | 510269028235   | 8,838        | 6,000        |
| Nyang'iti primary school              | Equity – Kisii | 510277471649   | 2,381        | 8,100        |
| Nyangoge Primary school               | Equity – Kisii | 510271346254   | 310,944      |              |
| Nyotoima primary school               | Equity – Kisii | 510278990206   | 50,560       | 167          |
| Oriangi primary school                | Equity – Kisii | 510280121059   | 84,588       | 5,923        |
| Riamagige primary school              | Equity – Kisii | 510269967847   |              | 1,534        |
| Riamontinga DEB primary School        | Equity – Kisii | 510278959700   | 42,293       |              |
| Riamontinga Mixed secondary School    | Equity – Kisii | 510270055972   | 3,212        |              |
| Rianyaboro DEB primary school         | Equity – Kisii | 510278997717   | 28,508       |              |
| Sigisi DOK primary school             | Equity – Kisii | 510295226573   | 373,589      |              |
| Sugunana DEB primary school           | Equity – Kisii | 510269056118   | 10,645       |              |
| St John's Riamagige D.O.K Primary     | Equity – Kisii | 510269967847   | 28,932       |              |
| St Francis Omwari D.O.K Primary       | Equity – Kisii | 510269033312   |              | 287          |
| ST. Elias Nyamiobo DOK primary school | Equity – Kisii | 510271075492   | 1,416,903    |              |

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| PMC  | Bank           | Account number | Bank Balance | Bank Balance |
|--|----------------|----------------|--------------|--------------|
|  |                |                | 2023-2024    | 2022-2023    |
| St. Francis Nyasagati Secondary school       | Equity – Kisii | 510270007453   | 1,378        | 1,300        |
| St. Francis Omwari D.O.K primary school      | Equity – Kisii | 510280173557   | 11,668       | 1200         |
| St. Peters Suneka secondary                  | Equity – Kisii | 510280161689   | 164,547      | 1,300        |
| St. Reges Ebate Dok Primary School           | Equity – Kisii | 510282901476   | 4,672        | 40,000       |
| St. Thomas Moore Moguga D.O.K Primary School | Equity – Kisii | 510269996827   | 2,568        | 610          |
| Suneka police station                        | Equity – Kisii | 510278728479   | 34           |              |
| Nyamokenye DOK Primary School                | Equity – Kisii | 27000062112    | 664,647      |              |
| Kenyorora DOK primary School                 | Family – Kisii | 27000061996    | 4,650,720    |              |
| Kerina ELCK primary school                   | Family – Kisii | 27000062086    | 50,348       |              |
| Nyakungu DOK Primary Shool                   | Family – Kisii | 27000062010    | 22,736       |              |
| Itierio Elck Primary School                  | Family – Kisii | 27000062000    | 64,078       |              |
| St. Reges Ebate Dok Primary School           | Family – Kisii | 27000062002    | 112,633      |              |
| St. Angela Merici Igonga DOK Primary School  | Family – Kisii | 27000062018    | 94,172       |              |
| Etureti DOK Primary School                   | Family – Kisii | 27000062009    | 3,803,342    |              |
| Isamwera DOK Primary School                  | Family – Kisii | 27000062087    | 192,453      |              |
| Gesero DOK Primary School                    | Family – Kisii | 27000062014    | 533,578      |              |
| Matongo DEB Primary School                   | Family – Kisii | 27000061999    | 2,998,360    |              |
| Botoro ELCK Primary School                   | Family – Kisii | 27000062011    | 275657       |              |
| St. Benedict Bomariba DOK Primary School     | Family – Kisii | 27000061998    | 98,228       |              |
| Riamaoncha ELCK Primary School               | Family – Kisii | 27000062047    | 38083        |              |
| Riana Location Chief Office                  | Family – Kisii | 27000061979    | 3,498,360    |              |
| Rianyapara ELCK Primary School               | Family – Kisii | 27000062016    | 416,012      |              |

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| PMC   | Bank | Account number | Bank Balance | Bank Balance |
|-------|------|----------------|--------------|--------------|
|       |      |                | 2023-2024    | 2022-2023    |
| TOTAL |      |                | 30,005,844   | 372,874      |

**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) |
|--|--|---|-----------------------------------|--|
| 1.   | <p><b>Basis for Qualified Opinion</b></p> <p>1. Misstatement of Outstanding Disbursements Opening balance</p> <p>The summary statement of appropriation reflects previous years outstanding disbursements amount of Kshs.45,938,879, while the audited summary statement of appropriation for the year ended 30 June, 2022 budget utilization difference of Kshs.46,349,034 in respect of transfers from NGCDF Board, resulting in</p> | <p>It is unfortunate that it was not made clear enough to the Auditor on the balances then owed the board for the previous financial years. We have attached herein, a copy of the AIE as received in the year under review alongside the</p> | Unresolved                        | 14-03-2025   |

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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>unexplained variance of Kshs.410,155.</p> <p>In the circumstances, the accuracy and completeness of the opening balance of outstanding disbursements amount of Kshs.45,938,879 could not be confirmed.</p>  | <p>corresponding details. (See Annex 6)</p>   |                                   |  |
| 2.   | <p><b>3. Unsupported Project Management Committee Bank Account Balances</b></p> <p>Note 19.4 to the financial statements and as disclosed in Annex 5 reflects Project Management Committee (PMC) bank account balances amounting to Kshs.372,834. However, the supporting certificates of bank balances were not provided for audit.</p> | <p>The bank certificate in support of the PMC Balances is hereby attached (Annex 9)</p> | <p>Unresolved</p>                 | <p>14-03-2025</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) |
|--|---|---|-----------------------------------|--|
|  | In the circumstances, the accuracy and completeness of these PMC bank account balances totalling Kshs.372,834 could not be confirmed.   |   |                                   |  |
| 4.   | <p><b>Emphasis of Matter</b></p> <p><b>1. Budgetary Control and Performance</b></p> <p>The summary statement of appropriation reflects a final budgeted receipts and actual receipts on comparable basis of Kshs.201,563,994 and Kshs.107,410,082 respectively, resulting in budget shortfall of Kshs.94,153,912, or 47% of the budget. Similarly, the statement reflects actual payments of Kshs.66,265.614 and actual receipts of Kshs.107,410,082 resulting in</p> | The management has attached the PIS for your review ( <b>Annex7</b> ) | Unresolved                        | 14-03-2025   |

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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>an under-absorption of Kshs.41,144,468 or 38% of the actual receipts.</p> <p>Further, the budget execution by sectors and projects schedule reflects thirty-seven (37) projects with estimated costs totalling Kshs.87,927,394 which were not funded during the year under review.</p> <p>In addition, the Management did not provide a Project Implementation Status (PIS) report as at 30 June, 2023 for audit review and as a result, it was not possible to establish the implementation status of the projects that were to be completed by 30 June, 2023.</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) |
|--|---|---|-----------------------------------|--|
|  | In the circumstances, the underfunding and under-performance affected the planned activities for the year and may have, impacted negatively on the service delivery to the public.  |   |                                   |  |
| 5.   | <p><b>6. Late Disbursement of Funds</b></p> <p>The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board amount of Kshs.90,000,000 which includes an amount of Kshs.45,000,000 received by the Fund in the month of June, 2023. The latter amount comprises Kshs.12,000,000, Kshs.18,000,000 and Kshs.15,000,000 released by the Board on 4 June, 15 June,</p> | The delay in disbursement of project funds to PMCs as well as implementation of projects in Bonchari constituency during the financial year under review was as a result of delay in release of funds by the exchequer. | Unresolved                        | 14-03-2025   |

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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>and 21 June, 2023 respectively.</p> <p>In addition, other transfers totalling to Kshs.65,878,843 were disbursed by the Board in the months of July and August, 2023 out of the budgeted funds for the 2022/2023 financial year.</p> <p>In the circumstances, the late disbursements of funds could have effected the implementation of the planned activities and projects by the Constituency.</p> <p>My opinion is not modified in respect of these matters.</p> |                     |                                   |  |



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 Fund Account Manager.

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