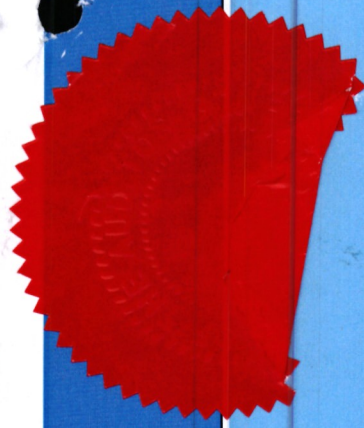


REPUBLIC OF KENYA



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REPORT

THE NATIONAL ASSEMBLY

DATE: 02 AUG 2023 DAY: WED

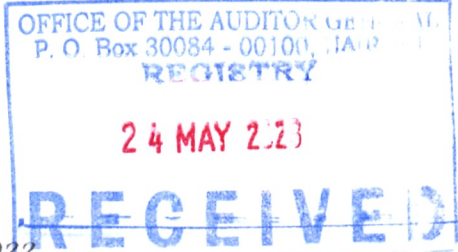
TABLED BY: Hon. Naomi Wago, MP
CLERK AT THE TABLE: Deputy Majority Whip
Enlaya Mundi

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2022**



Revised Template 30th June 2022



BONDO CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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

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I. 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 2016. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

Bondo Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Bondo Constituency NGCDF day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)

**Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

ii. National Government Constituency Development Fund Committee (NGCDFC)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2022 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Judith Ochoro
2.	Sub-County Accountant	Joel Patrick Opondo
3.	Chairman NGCDFC	Charles Otieno Ondiek
4.	Member NGCDFC	Gabriel Odongo

(d) Fiduciary Oversight Arrangements

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

(a) Bondo Constituency NGCDF Headquarters

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

(b) Bondo Constituency NGCDF Contacts

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

(c) Bondo Constituency NGCDF Bankers

Cooperative Bank of Kenya
Bondo Branch
P.O BOX
Bondo, Kenya

(d) Independent Auditors

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

(e) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT



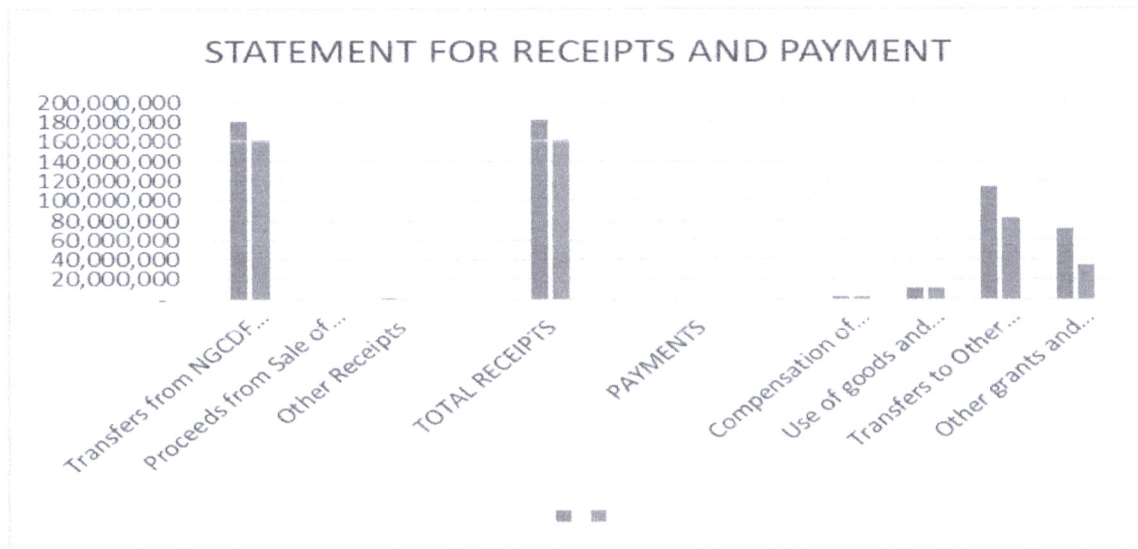
Chairman, NGCDFC Bondo
Charles Otieno Ondiek

I hereby present our constituency Annual Report and Financial statement for 2021-2022 during which we recorded a very good performance amid various challenges.

I once again confirm our commitment in achieving the objectives set. The general achieved performance of 95.1% is very encouraging. We received a total of Ksh.218,046,732 of which Ksh.2,413,768 paid compensation to employees, Ksh 3,232,561 facilitated activities and operations of the fund, Ksh 1,199,016 catered for committee allowance and expenditure, Ksh 5,775,078 facilitated monitoring and evaluation activities, Ksh. 726,000 was used to build capacity of the stakeholder of the fund, Ksh 42,643,900 catered for bursaries to needy students and social security programmes, Ksh. 12,415,096 helped in mitigating unforeseen calamities that occurred during the financial year, ksh. 51,375,118 facilitated implementation of projects in primary school, ksh. 63,500,000 facilitated implementation of projects in secondary schools, ksh. 9,975,188 facilitated implementation of security projects, ksh.3, 414,117 facilitated implementation of youth sports programmes and ksh 2741777 f helped in storm water drainage at Bondo TTC which is 75% complete.

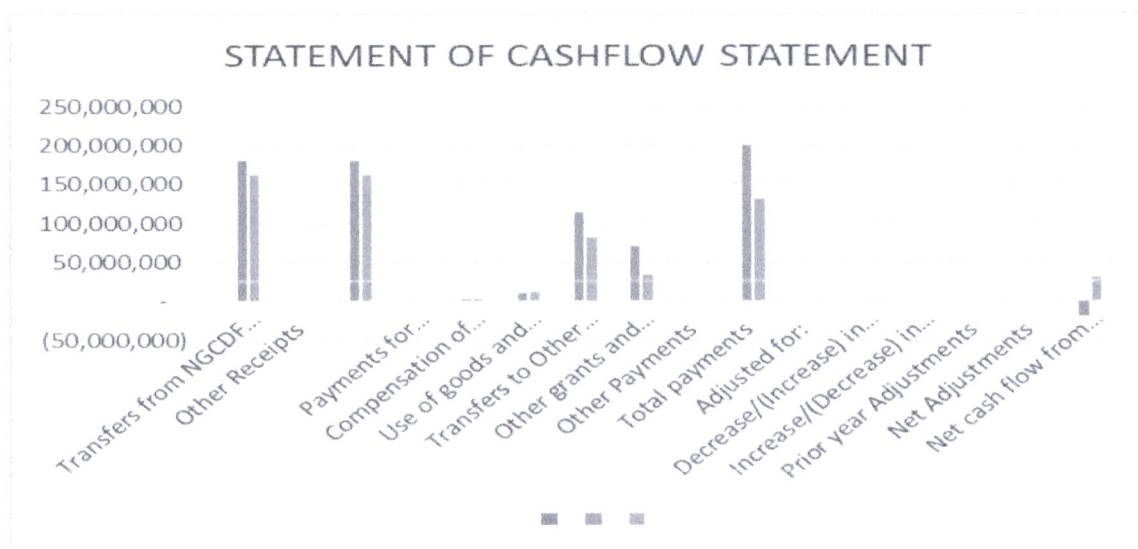
The performance is hereby summarised as shown below,
Summary of the budget performance against actual amounts for current year classification and programme

Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022



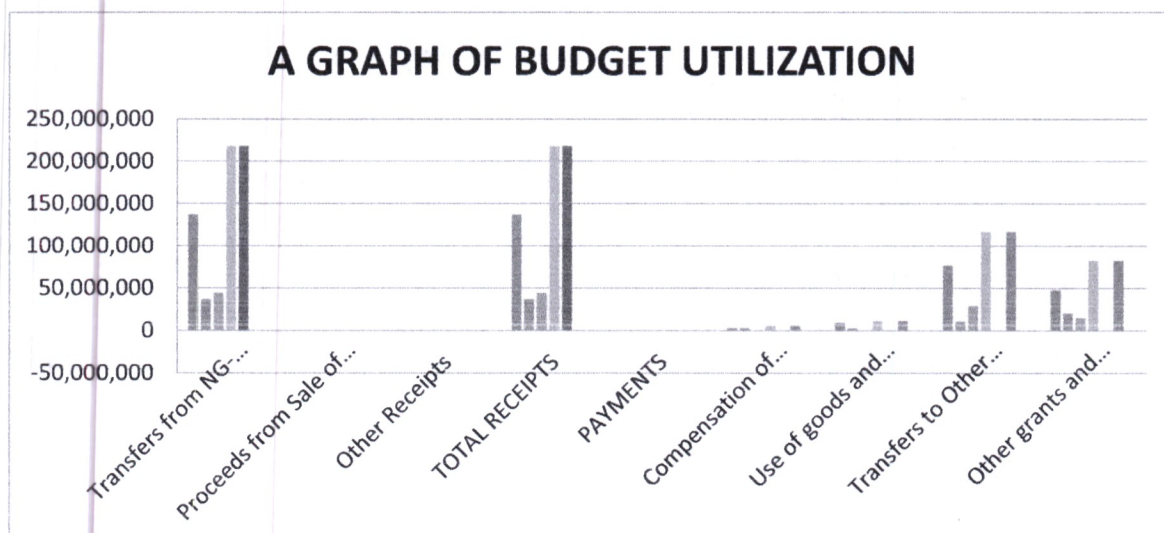
KEY

The general observation is that the constituency got more receipts in 2021/2022 compared to the previous financial year 2020/2021 FY thus resulting into more payments in 2021/2022 compared to 2020/2021.



Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

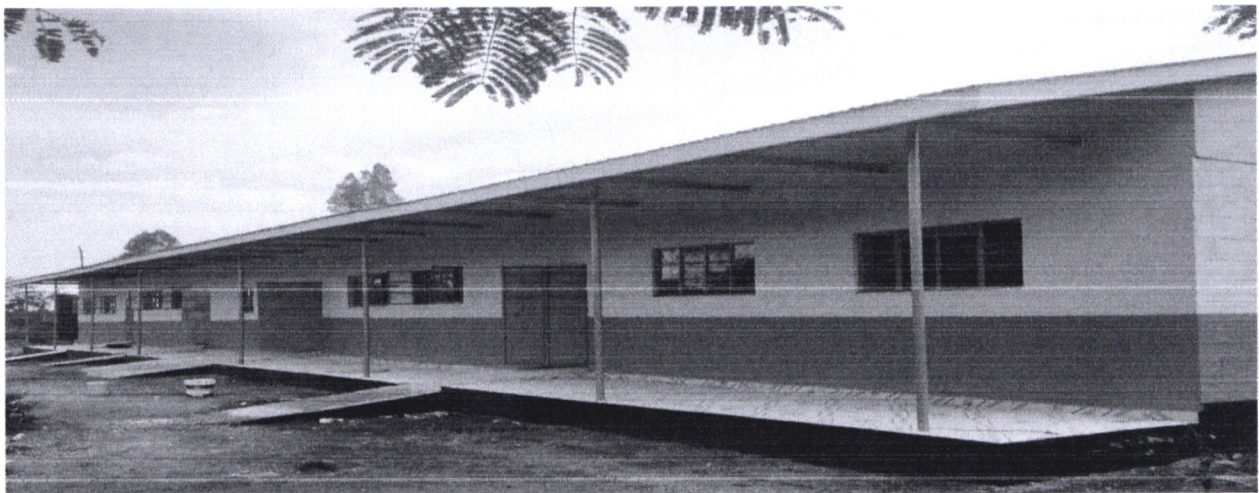
The observation is that there was an increase in net cashflow in 2021/2022 FY compared to 2020/2021 FY hence an increase in the rate of absorption which shows efficient and effective service delivery.



(a) The total revenue on actual comparable basis comprises of;
 Opening balance of Ksh. 36,645,919, receipt for 2020/2021 of ksh.44,188,879 and receipts for 2021/2022FY of ksh. 137,088,879 and pmc account closure balances of ksh.123,055 totalling to 218,046,732

- i. Transfer from CDF Board was 100%.
- ii. Compensation of employees is 38.3 %KSHS 3,426,246 part of which(ksh.1,926,856) is in respect of gratuity to be paid when it matures
- iii. Use of goods and services is 91.9% showing efficient service delivery
- iv. Transfer to other government units is 98.3%. Showing efficient service delivery.
- v. Other Grants and Other Transfers is 85.9 %, a total of ksh. 11,188,879 had AIE's pending.
- vi. The general budget performance is therefore at **91.5%** which shows effectiveness & efficiency in service delivery, the constituency did well generally.

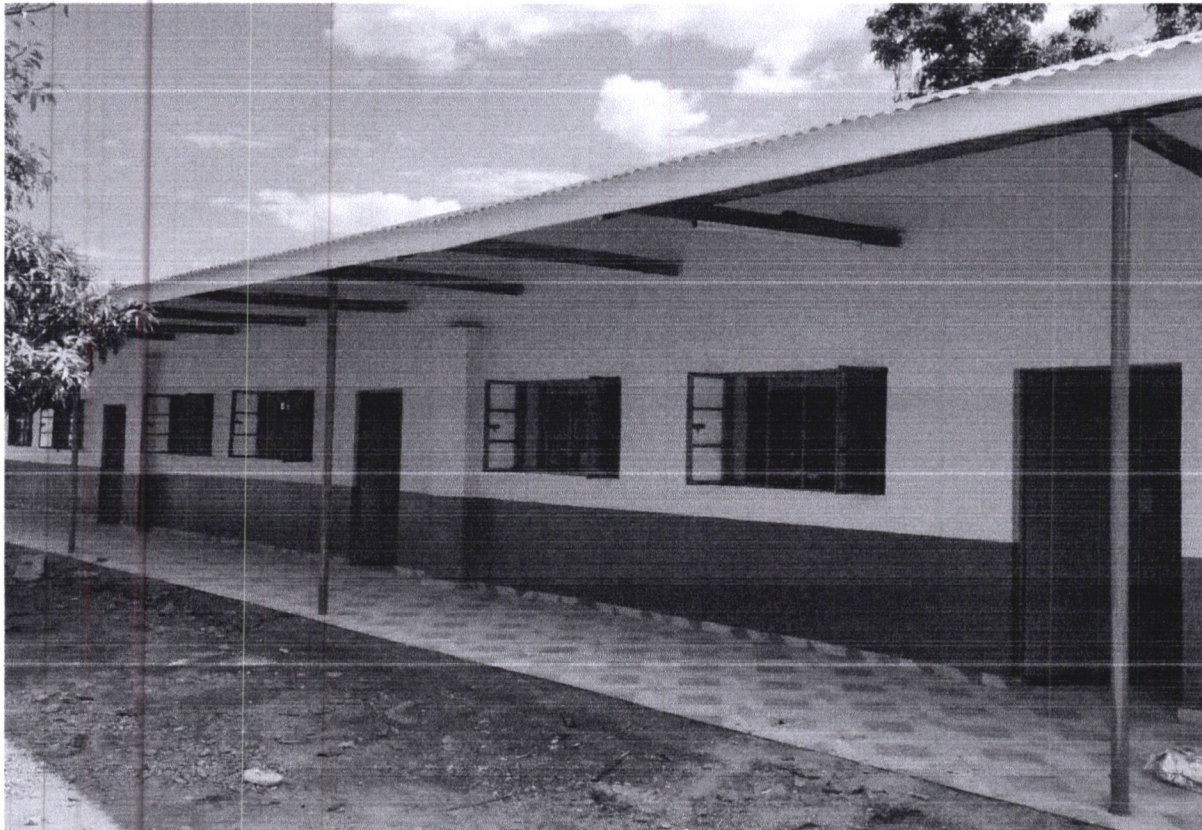
**ERAWONGO PRIMARY SCHOOL –RENOVATION OF FOUR CLASSROOMS 2021-
2022**



The entire school had suffered from dilapidated classrooms in 2020/2021 FY Ksh 2,000,000 was allocated and renovated four classrooms and in 2021/2022 FY an addition of Ksh. 2000,000 has been used to upgrade the final four classrooms, this has resulted in an increase in student population from 318 to 456.

NDIRA PRIMARY SCHOOL –RENOVATION OF SEVEN CLASSROOMS 2021-2022

***Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
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*Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*



With an allocation of Ksh 3,800,000 the fund was able to renovate a total of seven classrooms. The students could now take lessons inside classrooms contrary to under trees as they used to. This has helped to curb challenges that arose as a result of learning under trees e.g rainfall, storm and tempest, heat from sunlight and minimal concentration of students given the learning environment at that time.

**OYAMO PRIMARY SCHOOL CONSTRUCTION OF THREE CLASSROOMS AND RENOVATION OF
FOUR CLASSROOMS 2021-2022**



With a total of Ksh 5,000,000 this project was constructed to completion. It has since changed the perception of Oyamo Island community as far as education is concerned.

It is a miracle project that has attracted increased enrolment from 186 students to 478 students with sustained teacher population unlike in the past when there was high turnover.

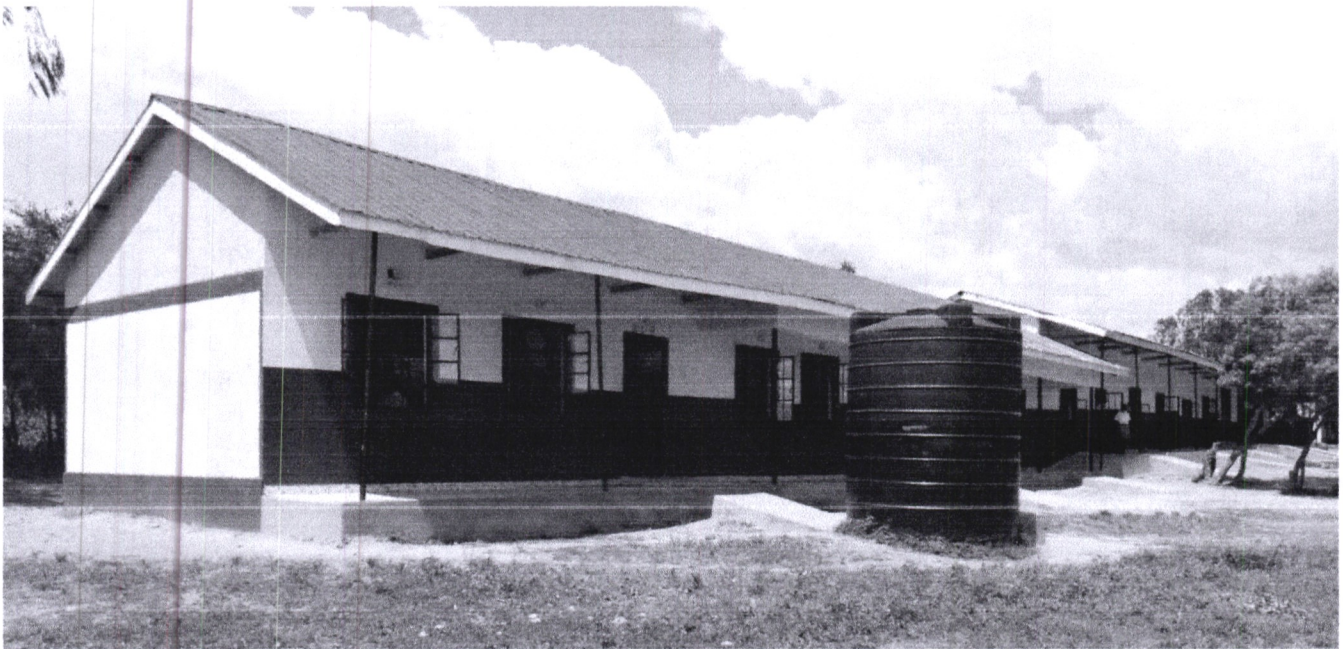
AJIGO PRIMARY SCHOOL OF TEN CLASSROOMS -2021-2022



The project was done to completion at a cost of Ksh. 6000,000. The following positive changes occurred as a result of implementation of the project;

- Parent could now attend meetings when called upon.
- Students no longer left school at will anytime to visit the nearby market.
- Parents contributed at will to fence the state of the art project that they could now see.
- The newly posted head teacher was able to enjoy leadership role unlike her predecessors who faced indiscipline and arrogance from the community.
- The head teacher posted an improved mean score of 380 marks from 178 marks in the previous year
- The general community is excited and is no longer termed as “tough headed, but are now cooperative.

MIGIRO PRIMARY SCHOOL RENOVATION OF TEN CLASSROOMS-2021-202



An amount of ksh. 6,000000 was used to implement the project to completion,
The students who used to attend the neighbouring Budalangi schools came back to join one of their
own resulting in a tremendous increase in students enrolment from 208 to 516, thanks to NGCDF.

GOT ABIERO SECONDARY PURCHASE OF SCHOOL BUS 2021-2022



A total of ksh. 7000,000 was used to purchase the bus which has facilitated the students and teachers mobility in attending meetings, sporting events, inter school events which help in development of their intellectual capability

PROJECT HANDOVER CEREMONY AT GOT ABIERO PRI SCHOOL RENOVATION OF FOUR CLASSROOMS 2021-2022.



PROJECT HANDOVER CEREMONY AT GOT ABIERO PRI SCHOOL RENOVATION OF FOUR CLASSROOMS 2021-2022.



ORENGO SECONDARY SCHOOL CONSTRUCTION OF LABORATORY 2021-2022



Allocation of Ksh. 6,000,000 was used to construct the lab to completion. This saved the school from moving to neighbouring schools for practical's during KCSE examination. The community is happy and are now comfortable.

***Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

Implementation Challenges and recommended way for

- ✓ Duplication of projects by various development partners due to lack of a clear policy guideline.
- ✓ Rigorous and costly litigation processes causing delay in service delivery.
- ✓ Limitation of scope of projects to education and security only.
- ✓ Due to COVID-19 followed by restrictions by the Government, the Constituency did not manage to disburse bursary funds to schools and colleges thus resulting into low rate of absorption of funds. .

Way forward

- ✓ Various levels of Government to establish an Integrated approach on issues of resource allocation to avoid duplication.

**FUND ACCOUNT MANAGER
BONDO NGCDF
P. O. Box 21 - 40601, BONDO**

Sign: 
Charles Otieno Ondiek
CHAIRMAN NGCDF COMMITTEE

III. Statement of Performance against Predetermined Objectives for FY2021/22

Introduction

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

The key development objectives of *Bondo Constituency 2018-2022* plan are to:
(Enumerate all the objectives of the constituency as per the Strategic Plan)

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels	In FY 21/22 we increased number of classrooms, dormitories, laboratories from 29 to 32 in the following schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	To enhance the number of security projects in the constituency	Increased number of security projects	Number of security projects	We increased security projects from 21 to 23
Environment	To have clean	Increased	Number of	We did storm

Bondo Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

	and safe water and soil conservation.	number of boreholes, tress, improved harvest	boreholes and trees	water drainage at Bondo TTC which is 75% done are expecting funds for completion in 2022/2023 FY.
Sports	To have confident youths by organizing sports.	Increased numbers of youths empowered	Number of clubs	We increased number of clubs from 12 to 18 clubs
Emergency(disaster management)	Prompt mitigation process	Improved efficiency and effectiveness in attending to calamities.	Number of classrooms reconstructed after a disaster.	We increased number of reconstructed classrooms from 14 to 24.

IV. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

- a. **Education and Training:** BONDO NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

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

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

2. Environmental performance

- *Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar*
- *Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.*
- *NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.*
- *NG-CDF staff have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to

continually build on their skills and knowledge. Bondo constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

BONDO NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

BONDO NGCDF has endeavoured to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary. We have also engaged the community through sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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


Name: Judith Ochoro

FAM

FUND ACCOUNT MANAGER
BONDO NGCDF
P. O. Box 21 - 40601, BONDO

V. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-BONDO Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-BONDO Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- BONDO Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.


***Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

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

Approval of the financial statements

The NGCDF- BONDO Constituency financial statements were approved and signed by the Accounting Officer on 30/09/2022 2022.

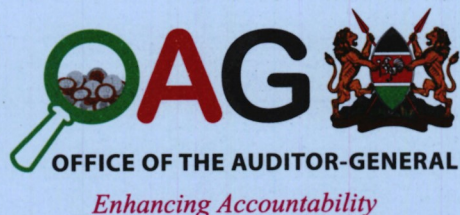

Name: Charles Otieno Ondiek
Chairman – NGCDF Committee


Name: Judith Ochoro
Finance Account Manager

FUND ACCOUNT MANAGER
BONDO NGCDF
P. O. Box 21 - 40601, BONDO

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - BONDO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Bondo Constituency set out on Pages 1 to 37, which

comprise the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Bondo Constituency as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers balance of Kshs.71,190,178 which, as disclosed in Note 7 to the financial statements, includes bursaries of Kshs.28,031,000 and Kshs.12,200,900 disbursed to secondary schools and tertiary institutions respectively, totalling to Kshs.40,231,900.

However, full names of the learning institution as per the bank account name, bank name, bank branch name, bank account numbers of the learning institutions, bursary amounts, full name of the students, admission numbers, type of institutions, County in which the learning Institutions were located, were all not provided for audit.

In the circumstances, accuracy, completeness and authenticity of bursaries amount of Kshs.40,231,900 could not be confirmed.

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

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Anomalies in Project Implementations

The statement of receipts and payments reflects transfers to other Government units balance of Kshs.114,875,118 which, as disclosed in Note 6 to the financial statements, comprises transfers to primary schools amount of Kshs.51,375,118 and transfers to secondary schools amount of Kshs.63,500,000. However, audit of the expenditure revealed the following unsatisfactory matters:

1.1 Renovation of Classrooms in Masita Primary Schools

The transfers to primary schools amount of Kshs.51,375,118 includes Kshs.1,498,900 spent on renovation of three (3) classrooms in Masita Primary School. However, audit inspection of the project in March, 2023 revealed that one newly renovated classroom had huge cracks on the walls which, if not rectified, the wall may soon collapse thereby putting students' lives at risk. This was an indication of poor workmanship.

In the circumstances, value for money of the expenditure of Kshs.1,498,900 could not be confirmed.

1.2 Renovation of Classrooms in Maranda Primary School

The transfers to primary schools amount of Kshs.51,375,118 also includes Kshs.4,000,000 utilized for renovation of eight (8) classrooms in Maranda Primary School. However, audit inspection of the project in March, 2023 revealed that wall skirting (verandah) was not done, exposing the walls to damages and deterioration, the plastering on all the walls was poorly done, the wall plaster inside all classrooms was not even, and there were cracks on the windows, an indication of poor workmanship.

In the circumstances, value for money of the expenditure of Kshs.4,000,000 could not be confirmed.

1.3 Construction of staff House Maranyona Secondary School

The transfers to secondary schools amount of Kshs.63,500,000 includes Kshs.2,000,000 spent in respect of the construction of a staff house in Maranyona Secondary School. However, audit inspection of the project in March, 2023 revealed that water was seeping through the foundation into the house and the house was not painted as stipulated in the bill of quantities. Although Management stated that works at the school were ongoing, there was no signage post. In addition, it was observed that the house was occupied before being officially handed over to the school.

In the circumstances, value for money of the expenditure of Kshs.2,000,000 could not be confirmed.

2. Unutilized Funds

The summary statement of appropriation reflects a balance of Kshs.18,635,113 in respect of total budget utilization difference. As disclosed in the budget execution by sectors and projects, the amount includes Kshs.1,017,103 which was to be utilized for purchase of four (4) acres of land for the expansion of Nyangoma Teachers Training Institute. However, the balance remained unutilized for three years since the financial year 2019/2020. No explanation was provided for the failure to utilize the available funds.

In the circumstances, the objectives of the Fund may not be achieved as intended. Also, value for money of the unspent funds may not be realized.

3. Other Grants and Transfers

The statement of receipts and payments reflects other grants and transfers balance of Kshs.71,190,178 as disclosed in Note 7 to the financial statements. However, audit of this expenditure revealed the following unsatisfactory matters:

4. Unsupported Emergency Funds

The balance of Kshs.71,190,178 includes Kshs.12,415,096 in respect of emergency projects expenditure. However, there was no proof provided to ascertain that the emergency related to urgent, unforeseen needs for expenditure that could not be delayed until the next financial year without harming the public interest of the constituents. Further, the Fund Management did not report the expenditure from the emergency reserve to the Board within 30 days of utilizing the emergency funds. This was contrary to Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016, which states that the 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.

5. Under Allocation of Bursary

The balance of Kshs.71,190,078 also includes bursaries amount of Kshs.40,231,900 which is 22% of total allocation for the Fund, contrary to Regulation 21(5) of the National Government Constituencies Development Fund Regulations, 2016, which provides that a Constituency Committee shall allocate not less than twenty-five percent (25%) of the funds allocated to a constituency for bursaries.

In the circumstances, Management was in breach of law.

6. Non-Remittance of Statutory Deductions on Committee Allowances

The statement of receipts and payments reflects use goods and services expenditure of Kshs.10,932,655 which, as disclosed in Note 5 to the financial statements, includes an amount of Kshs.3,727,278 in respect of committee allowance. However, review of records revealed that the allowances were paid to various Constituency Committee members without being taxed. This was contrary to Section 37(1) of the Income Tax, which states that (1) an employer paying emoluments to an employee shall deduct therefrom, and account for tax thereon, to such extent and in such manner as may be prescribed.

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

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash

Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

05 July, 2023

Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

VII. Statement of Receipts and Payments for the Year Ended 30th June 2022

STATEMENT OF RECEIPTS AND PAYMENTS


	Note	2021-2022	2020-2021
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	181,277,758	162,267,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	123,055	-
TOTAL RECEIPTS		181,400,813	162,267,724
PAYMENTS			
Compensation of employees	4	2,413,768	3,194,986
Use of goods and services	5	10,932,655	11,690,805
Transfers to Other Government Units	6	114,875,118	82,411,680
Other grants and transfers	7	71,190,078	34,080,532
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		199,411,619	131,378,003
SURPLUS/DEFICIT		(18,010,806)	30,889,721

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


The Constituency financial statements were approved on 30/09 2022 and signed by:


 Fund Account Manager

Name: Judith Ochoro


 National Sub-County
 Accountant

Name: Joel P. Opondo
 ICPAK M/No: 17141


 Chairman NG-CDF
 Committee

Name: Charles Otieno Ondiek


FUND ACCOUNT MANAGER
BONDO NGCDF
P. O. Box 21 - 40601, BONDO

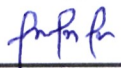
VIII. Statement of Assets and Liabilities As At 30th June, 2022


STATEMENT OF FINANCIAL ASSETS AND LIABILITIES			
	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	18,635,113	36,645,919
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		18,635,113	36,645,919
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		18,635,113	36,645,919
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL SSETS		18,635,113	36,645,919
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	36,645,919	5,756,198
Prior year adjustments	14	-	
Surplus/Defict for the year		(18,010,806)	30,889,721
NET FINANCIAL POSITION		18,635,113	36,645,919

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

The Constituency financial statements were approved on 30/09/ 2022 and signed by:


Fund Account Manager


National Sub-County Accountant


Chairman NG-CDF Committee

Name: Judith Ochoro

Name: Joel P. Opondo
ICPAK M/No: 17144


Name: Charles Otieno Ondiek

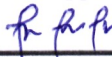
IX. Statement of Cash Flows for the Year Ended 30th June 2022


STATEMENT OF CASH FLOW			
		2021-2022	2020-2021
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	181,277,758	162,267,724
Other Receipts	3	123,055	-
		181,400,813	162,267,724
Payments for operating activities			
Compensation of Employees	4	2,413,768	3,194,986
Use of goods and services	5	10,932,655	11,690,805
Transfers to Other Government Units	6	114,875,118	82,411,680
Other grants and transfers	7	71,190,078	34,080,532
Other Payments	9	-	-
Total payments		199,411,619	131,378,003
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		(18,010,806)	30,889,721
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT			
		(18,010,806)	30,889,721
Cash and cash equivalent at BEGINNING of the year	10	36,645,919	5,756,198
Cash and cash equivalent at END of the year		18,635,113	36,645,919

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

The Constituency financial statements were approved on 30/09/2022 and signed by:


 Fund Account Manager
 Name: Judith Ochoro


 National Sub-County
 Accountant
 Name: Joel P. Opondo
 ICPAK M/No: 17141


 Chairman NG-CDF Committee
 Name: Charles Otieno Ondiek

3 **FUND ACCOUNT MANAGER**
BONDO NGCDF
P. O. Box 21 - 40601, BONDO




Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

X. Summary Statement of Appropriation for the Year Ended 30th June 2022

Receipt/Expense Item	Original Budget a	Opening Balance (C/Bk) and AIA	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
RECEIPTS			Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	36,645,919	44,188,879	217,923,677	217,923,677	(0)	100.0%
Proceeds from Sale of Assets					-	-	0.0%
Other Receipts	0	123,055.00	0	123,055.00	123,055.00	-	100.0%
TOTAL RECEIPTS	137,088,879	36,768,974	44,188,879	218,046,732	218,046,732	-	100.0%
PAYMENTS							
Compensation of Employees	3,240,000	3,077,503		6,317,503	2,413,768	3,903,735	38.2%
Use of goods and services	9,097,999	2,800,214	0	11,898,213	10,932,655	965,558	91.9%
Transfers to Other Government Units	77,075,118	10,500,000	29,300,000	116,875,118	114,875,118	2,000,000	98.3%
Other grants and transfers	47,675,762	20,268,202	14,888,879	82,832,843	71,190,078	11,642,765.29	85.9%
Acquisition of Assets				0	-	-	-
Other Payments	0	0	0	0	-	-	-
Funds pending approval		123055		123,055			
TOTAL	137,088,879	36,768,974	44,188,879	218,046,732	199,411,619	18,635,112.98	91.5%

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	18,635,113
Less undisbursed funds receivable from the Board as at 30 th June 2022	(0)
Add Accounts payable	18,635,113
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021 / 2022	18,635,113

The Constituency financial statements were approved on 30/09/ 2022 and signed by:

		
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: JUDITH DCHORO	Name: JOEL PARTRICK DONDO ICPAK M/No: 17141	Name: CHARLES OTIENDO ONDIEK

FUND ACCOUNT MANAGER
BONDO NGCDF
P. O. Box 21-40601, BONDO

X. Budget Execution by Sectors and Projects for the Year Ended 30th June 2022

Programme/Sub-programme	Original Budget 2021/2022 Kshs.	Adjustments		Final Budget 2021/2022 Kshs.	Actual on comparable basis Kshs.	Budget utilization difference Kshs.	% of utilization (f=d/c%)
		Opening balance (C/Bk) and AIA Kshs.	Previous years' Outstanding Disbursements Kshs.				
1.0 Administration and Recurrent							
1.1 Goods and Services	3,500,000.00	32,650.00	-	3,532,650.00	3,232,561.00	300,089.00	91.50527
1.2 Employees Salaries	2,424,310.00	2,048,830.00		4,473,140.00	2,348,968.00	2,124,172.00	52.51273
Gratuity	575,690.00	-	-	575,690.00	-	575,690.00	0
Nssf	120,000.00	217,331.00	-	337,331.00	64,800.00	272,531.00	19.20962
Nhif	120,000.00	6,918.68	-	126,918.68	-	126,918.68	0
1.3 Committee expenses	1,485,332.74	-	-	1,485,332.74	1,199,016.00	286,316.74	80.72373
2.0 Monitoring, Evaluation and capacity building.							
2.1 Goods and Services	1,881,032.00	1,103,848.14	538,419.56	3,523,299.70	3,523,300.00	0.30	100
2.2 Committee expenses	1,215,766.00	1,036,013.34	-	2,251,779.34	2,251,778.10	1.24	99.99994
2.3 Capacity Building	1,015,868.00	-	-	1,015,868.00	726,000.00	289,868.00	71.46598
3.0 Emergency Reserve							

3.1 Emergency	7,192,207.00	1,535,757.00	3,687,132.00	12,415,096.00	12,415,096.00	-	100
4.0 Bursary							
4.1 Bursary secondary	18,000,000.00	5,431,900.00	4,599,100.00	28,031,000.00	28,031,000.00	-	100
4.2 Bursary Tertiary	10,000,000.00	2,000,000.00	200,900.00	12,200,900.00	12,200,900.00	-	100
4.3 Nhif social security program	3,000,000.00	2,265,775.25	146,224.75	5,412,000.00	2,412,000.00	3,000,000.00	44.56763
5.0 Primary School Projects							
5.1 Serawuongo primary school	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
5.2 Oyamo primary school	3,000,000.00	-	-	3,000,000.00	3,000,000.00	-	100
5.3 Magawa Primary school	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
5.4 Ajigo Primary School	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
5.6 Maranda Primary School	4,000,000.00	-	-	4,000,000.00	4,000,000.00	-	100
5.7 Ndira Primary School	2,500,000.00	-	-	2,500,000.00	2,500,000.00	-	100
5.8 Chunga Primary School	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
5.9 Rapogi Primary school	3,000,000.00	-	-	3,000,000.00	-	3,000,000.00	0
5.10 Oiko Primary school	1,075,118.10	-	-	1,075,118.10	1,075,118.10	-	100
5.11 Odao Primary School	1,000,000.00	-	-	1,000,000.00	1,000,000.00	-	100
5.12 Odao Primary School	1,000,000.00	-	-	1,000,000.00	1,000,000.00	-	100
5.13 Uyawi Primary School	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
5.14 Minya Primary School	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
5.17 Got Abiero Primary school	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
5.18 Obedi Primary School		-	-				100

	2,500,000.00					2,500,000.00	2,500,000.00	-	
5.19 Gunda Sigomre primary school	2,000,000.00	-	-	-	-	2,000,000.00	2,000,000.00	-	100
5.20 Yieke Primary School	-	800,000.00	-	-	-	800,000.00	800,000.00	-	100
5.21 Ndiwo primary School	-	1,500,000.00	-	-	-	1,500,000.00	1,500,000.00	-	100
5.22 Got Ramogji Pri School	-	1,500,000.00	-	-	-	1,500,000.00	1,500,000.00	-	100
5.23 Dier Aora Pri School	-	1,200,000.00	-	-	-	1,200,000.00	1,200,000.00	-	100
5.24 Gobei Pri School	-	2,000,000.00	-	-	-	2,000,000.00	2,000,000.00	-	100
5.25 Dunya Pri School	-	2,000,000.00	-	-	-	2,000,000.00	2,000,000.00	-	100
5.26 Masita Pri School	-	1,500,000.00	-	-	-	1,500,000.00	1,500,000.00	-	100
5.27 Rapogi Primary School	-	-	-	1,200,000.00	-	1,200,000.00	1,200,000.00	-	100
5.28 Magombe Primary school	-	-	-	1,200,000.00	-	1,200,000.00	1,200,000.00	-	100
5.29 Otuoma Primary School	-	-	-	4,000,000.00	-	4,000,000.00	4,000,000.00	-	100
5.30 Warrianda Primary School	-	-	-	1,400,000.00	-	1,400,000.00	1,400,000.00	-	100
5.31 Migiro Primary School	-	-	-	2,000,000.00	-	2,000,000.00	2,000,000.00	-	100
	-	-	-	-	-	-	-	-	-
6.0 Secondary School Projects	-	-	-	-	-	-	-	-	-
6.1 Nyangoma Secondary school	5,000,000.00	-	-	-	-	5,000,000.00	5,000,000.00	-	100
6.2 Orengo Secondary school	2,000,000.00	-	-	-	-	2,000,000.00	2,000,000.00	-	100
6.3 Maranyona Secondary school	2,000,000.00	-	-	-	-	2,000,000.00	2,000,000.00	-	100
6.4 Nyawita Secondary School	4,000,000.00	-	-	-	-	4,000,000.00	4,000,000.00	-	100
6.5 Nyamira Girls Secondary School	3,000,000.00	-	-	-	-	3,000,000.00	3,000,000.00	-	100

6.6 Barchando Girls Secondary School	2,000,000.00	-	-	2,000,000.00	2,000,000.00	-	100
6.7 Got Agulu Secondary School	4,000,000.00	-	-	4,000,000.00	4,000,000.00	-	100
6.8 Usenge High School	4,000,000.00	-	-	4,000,000.00	4,000,000.00	-	100
6.9 Joakim Owang Sec School	3,000,000.00	-	-	3,000,000.00	3,000,000.00	-	100
6.10 Wambasa Girls Secondary School	3,000,000.00	-	-	3,000,000.00	3,000,000.00	-	100
6.11 Bar Kanyango Sec School	3,000,000.00	-	-	3,000,000.00	3,000,000.00	-	100
6.12 Wambarra Secondary School	4,000,000.00	-	-	4,000,000.00	4,000,000.00	-	100
6.13 Ulowa Secondary School	4,000,000.00	-	-	4,000,000.00	4,000,000.00	-	100
6.14 Majengo Sec School	-	-	6,500,000.00	6,500,000.00	6,500,000.00	-	100
6.15 Got Abiero Sec School	-	-	1,511,120.69	1,511,120.69	1,511,120.75	0.06	100
6.16 Jusa sec School	-	-	3,000,000.00	3,000,000.00	3,000,000.00	-	100
6.17 Nyabenge sec School	-	-	2,000,000.00	2,000,000.00	2,000,000.00	-	100
6.18 Majengo Sec School	500,000.00	500,000.00	-	500,000.00	500,000.00	-	100
6.19 Got Abiero Sec School	500,000.00	500,000.00	-	500,000.00	500,000.00	-	100
6.20 Jaramogi Sec School	-	-	1,500,000.00	1,500,000.00	1,500,000.00	-	100
6.21 Got Abiero Sec School	-	-	4,988,879.30	4,988,879.30	4,988,879.30	-	100
7.0 Tertiary Institution Projects	-	-	-	-	-	-	-
7.1 Nyangoma TTI	-	-	1,017,103.00	1,017,103.00	-	1,017,103.00	0
8.0 Sports	-	-	-	-	-	-	-
8.1 Sports	-	-	-	-	-	-	97.7759

	2,741,777.58	750,000.00		3,491,777.58	3,414,117.00	77,660.58	
9.0 Environment		-	-	-		-	-
9.1 Bondo TTC	2,741,777.58	2,741,777.58	-	5,483,555.16	2,741,777.60	2,741,777.56	50
10.0 Security Projects		-	-	-		-	-
10.1 Lwala Kotiende Police Station	1,000,000.00	-	-	1,000,000.00	1,000,000.00	-	100
10.2 Usigu Police Headquarters	3,000,000.00		-	3,000,000.00	3,000,000.00	-	100
10.3 Usigu Divisional Headquarters	-	4,775,118.11	-	4,775,118.11	4,775,188.11	70.00	100
10.4 Central Yimbo Chiefs Office	-	1,200,000.00	-	1,200,000.00	1,200,000.00	-	100
10.5 Nango Police Station	-	-	4,700,000.00	4,700,000.00	-	4,700,000.00	0
	-	-	-	-	-	-	-
11.0 Others		-	-	-		-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
12.0 Funds pending boards approval	-	123,055.00	-	123,055.00		123,055.00	0
Total	137,088,879.00	36,768,974.10	44,188,879.30	218,046,732.40	199,411,619.96	18,635,112.44	91.45362

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-BONDO Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

In-kind contributions are donations that are made to the constituency in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the constituency includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

14. Errors

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

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

15. Related Party Transactions

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

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description		2021-2022	2020 - 2021
		Kshs	Kshs
	AIE NO. B 140847	33,000,000	0
Normal Allocation	AIE NO. B 105373	34,000,000	0
	AIE NO. B 126354	10,000,000	0
	AIE NO. B 105735	24,000,000	0
	AIE NO. B 132456	5,000,000	0
	AIE NO. B 128770	12,000,000	0
	AIE NO. B 154372	16,000,000	0
	AIE NO. B 154268	33,347,101	0
	AIE NO. B 155926	11,188,879	0
	AIE NO. A 888522	2,741,778	0
	AIE NO. B 096937		15,000,000
	AIE NO. B 104586		20,000,000
	AIE NO. B 104794		34,367,724
	AIE NO. B 104995		9,000,000
	AIE NO. B 124900		10,000,000
	AIE NO. B 119755		13,000,000
	AIE NO. B 219745		6,900,000
	AIE NO. B 128356		7,000,000
	AIE NO. B 132101		6,000,000
	AIE NO. B 138769		13,000,000
	AIE NO. B 126064		6,000,000
	AIE NO. B 126354		10,000,000
	AIE NO. B 105199		12,000,000
Conditional Grants			
Receipt from other Constituency			
TOTAL		181,277,758.30	162,267,724

2. Proceeds From Sale of Assets

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from the Sale of Office and General Equipment	-	-
TOTAL	-	-

3. Other Receipts

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts Sale of Tender Documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	120,808	-
Other Receipts Not Classified Elsewhere (specify) Overpayment in cashbook	- 2,247	-
TOTAL	123,055	-

4. Compensation Of Employees

Description	2021-2022	2020 - 2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,348,968	2,090,064
Personal allowances paid as part of salary		
House allowance		-
Transport allowance	-	-
Leave allowance		-
Gratuity-contractual employees	-	1,036,000
Employer Contributions Compulsory national social security schemes	64,800	68,922
TOTAL	2,413,768.00	3,194,986

5. Use of Goods and Services

5 USE OF GOODS AND SERVICES			
Description		2021-2022	2020 - 2021
		Kshs	Kshs
Committee Expenses		2,784,800	
Utilities, Supplies and services		1,253,979	939,390
Communication, supplies and services			
Domestic travel and subsistence			
Printing, advertising and information supplies & services			158,004
Rentals of produced assets			
Training expenses		726,000	2,170,920
Hospitality supplies and services			153,000
Other committee expenses			
Committee allowance		3,727,278	4,959,500
Insurance costs			
Specialised materials and services		1,465,080	1,691,250
Office and general supplies and services		470,000	1,017,523
Other Operating Expenses		45,000	40,000
Routine maintenance - vehicles and other transport equipment		460,518	287,893
Routine maintenance- other assets			273,325
TOTAL		10,932,655.00	11,690,805

6. Transfer To Other Government Units

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Transfers to Primary Schools	51,375,118	42,911,680
Transfers to Secondary Schools	63,500,000	39,500,000
Transfers to Tertiary Institutions	-	-
TOTAL	114,875,118	82,411,680

7. Other Grants and Other transfers

7 OTHER GRANTS AND OTHER PAYMENTS		
Description	2021-2022	2020 - 2021
	Kshs	Kshs
Bursary - Secondary (see attached list)	28,031,000	10,899,000
Bursary -Tertiary (see attached list)	12,200,900	3,332,000
Bursary- Special Schools	-	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	2,412,000	2,412,000
Security Projects (see attached list)	9,975,188	7,600,000
Sports Projects (see attached list)	3,414,117	2,414,532
Environment Projects (see attached list)	2,741,778	523,000
Emergency Projects (see attached list)	12,415,096	6,900,000
TOTAL	71,190,178	34,080,532

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
	-	-
Total	-	-

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	2100
ICT Hub	-	-
	-	-
	-	2100

10: Cash Book Bank Balance

Name of Bank, Account No. & currency	2021-2022	2020-2021
	Kshs	Kshs
<i>Cooperative bank Bondo branch A/C no 1141623406300</i>	18,635.113	36,645,919
	-	-
	-	-
	-	-
Total	18,635,112.70	36,645,919
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

11: Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
Judith Ochoro	various	4,861,778	4,861,778	-
Lucy Ngoe	23/12/2022	45,000	45,000	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
Total		4,906,778	4,906,778	-

12A. Retention

	2022-2021	2020-2021
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	36,645,919	5,756,198
Cash in hand	-	-
Imprest	-	-
Payables	-	-
Total	36,645,919	5,756,198

14. Prior Year Adjustments

Description of the error	Balance b/f FY 2021/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2020/2021
	Kshs	Kshs	Kshs
Bank account Balances	36,645,919	-	18,635,113
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	123,055	-
TOTAL	36,645,919	123,055	18,635,113

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
CHANGES IN ACCOUNTS RECEIVABLE E =D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 - 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Additional Deposits and Retentions withheld during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS	-	-
E = A- D		

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2022-2022	2020-2021
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
	-	-

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020- 2021
	Kshs	Kshs
Compensation of employees		-
Use of goods and services		-
Amounts due to other Government entities (see attached list)		-
Amounts due to other grants and other transfers (see attached list)		-
Acquisition of assets		-
Others (<i>specify</i>)		-
Funds pending approval		--
Total		

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)		
Total		

**Bondo Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance 2021	Comments
	A	B	c	d=a-c		
Construction of buildings						
1.	-	-	-	-	-	
2.	-	-	-	-	-	
3.	-	-	-	-	-	
Sub-Total						
Construction of civil works						
4.	-	-	-	-	-	
5.	-	-	-	-	-	
6.	-	-	-	-	-	
Sub-Total						
Supply of goods						
7.	-	-	-	-	-	
8.	-	-	-	-	-	
9.	-	-	-	-	-	
Sub-Total						
Supply of services						
10.	-	-	-	-	-	
11.	-	-	-	-	-	
12.	-	-	-	-	-	
Sub-Total						
Grand Total						

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff				
1.	-	-	-	-
2.	-	-	-	-
3.	-	-	-	-
Sub-Total	-	-	-	-
Grand Total	-	-	-	-

Annex 3 – Unutilized Fund

Name	Brief Description	Outstanding Balance	Outstanding Balance	Comments
		2021/2022	2020/2021	
Compensation of employees		3,464,555.00		
Use of goods & services		512,860.59		
Amounts due to other Government entities				
Primary School				
Rapogi Primary School	Renovation of six classrooms.	3,000,000.00		
Secondary Schools				
Tertiary Institution				
Nyangoma TTI	Purchase of 1acre of land.	1,000,000.00		
Amounts due to other grants and other transfers				
Bursary to secondary		18.40		
Bursary to Tertiary				
NHIF social security	Payment for NHIF cards.	3,000,000.00		
Security Projects				
Nango Police Station	Construction of three offices and purchase of 1 acre of land.	4,700,000.00		
Roads		17,432.00		
Environment project				
Bondo TTC	Storm water drainage	2,741,777.58		

	at Bondo TTC.		
Sports Activity			
Sports		77,660.00	
Emergency Projects			
Strategic Plan			
Sub-Total			
Acquisition of assets			
Others (<i>specify</i>)			
Sub-Total			
Funds pending approval			
Grand Total		18,635,113	

Annex 4 – Summary of Fixed Asset Register

ANNEX 4 – SUMMARY OF ASSETS

Asset class	Historical Cost b/f/f (Kshs) 2020/2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/2022
Land	-			
Buildings and structures	5,800,000.00	-		5,800,000.00
Transport equipment	8,203,500.00	-		8,203,500.00
Office equipment, furniture and fittings	763,507.00	-		763,507.00
ICT Equipment, Software and Other ICT Assets	423,385.00	-		423,385.00
Other Machinery and Equipment	-	-		-
Heritage and cultural assets	-	-		-
Intangible assets	-	-		-
Total	15,190,392.00			15,190,392.00

Annex 5 –PMC Bank Balances As At 30th June 2022

PMC NAME	Account number	Bank	DATE A/C OPENED	Bank Balance 2021/22	Bank Balance 2020/21
PMC					
5.1 Serawuongo primary school	750298995320	Equity	15/07/2021	525	1,605
5.2 Oyamo primary school	1141623644850	coop bank	15/07/2021	1,250.00	298.00
5.3 Magawa Primary school	750282239764	Equity	15/07/2021	198	0.00
5.4 Ajigo Primary School	750280826574	Equity	15/07/2021	379.00	768.00
5.6 Maranda Primary School	750282005327	Equity	15/07/2021	259.00	0.00
5.7 Ndira Primary School	750279293414	Equity	15/07/2021	1,370.00	0.00
5.8 Chunga Primary School	750278613225	Equity	15/07/2021	368	0.00
5.9 Rapogi Primary school	750293715543	Equity	15/07/2021	870.00	0.00
5.10 Oiko Primary school	750262211438	Equity	15/07/2021	608.00	822.00
5.11 Odao Primary School	750277985010	Equity	22/08/2021	68	1588
5.13 Uyawi Primary School	750278909192	Equity	22/08/2021	694	0
5.14 Minya Primary School	750299035226	Equity	22/08/2021	660.00	989.00
5.17 Got Abiero Primary school	750293715544	Equity	22/08/2021	999.00	0.00
5.18 Obedi Primary School	750299776518	Equity	22/08/2021	723.00	0.00
5.19 Gunda Sigomre primary school	750278723559	Equity	22/08/2021	1,012.00	0.00
5.20 Yieke Primary School	750278576520	Equity	22/08/2021	12.00	0.00
5.21 Ndiwo primary School	750278349734	Equity	22/08/2021	310	0
5.22 Got Ramogi Pri School	750278588512	Equity	22/08/2021	530	0
5.23 Dier Aora Pri School	750278827677	Equity	22/08/2021	370	0
5.24 Gobei Pri School	750278185370	Equity	22/08/2021	190	0
5.25 Dunya Pri School	750277911683	Equity	22/08/2021	472	0
5.26 Masita Pri School	750279787432	Equity	22/08/2021	479	0
5.27 Rapogi Primary School	750277911646	Equity	22/08/2021	328	0
5.28 Magombe Primary school	750278349642	Equity	22/08/2021	310	0
5.29 Otuoma Primary School	750296344434	Equity	22/08/2021	341	0
5.30 Warrianda Primary School	750299032927	Equity	22/08/2021	254	3,312
5.31 Migiro Primary School	750298079738	Equity	10/09/2021	741	0

6.1 Nyangoma Secondary school	1141624456001	coop bank	10/09/2021	34	0
6.2 Orengo Secondary school	750278963033	Equity	10/09/2021	607	617
6.3 Maranyona Secondary school	1141850590711	coop bank	10/09/2021	162	0
6.4 Nyawita Secondary School	750279293353	Equity	10/09/2021	979	0
6.5 Nyamira Girls Secondary School	1141628377200	coop bank	10/09/2021	470	710
6.6 Barchando Girls Secondary School	1141632276055	coop bank	10/09/2021	378	0
6.7 Got Agulu Secondary School	750279380328	Equity	10/09/2021	848	0
6.8 Usenge High School	750295374140	Equity	10/09/2021	469	0
6.9 Joakim Owang Sec School	750298419777	Equity	10/09/2021	254	0
6.10 Wambasa Girls Secondary School	750278349677	Equity	10/09/2021	310	0
6.11 Bar Kanyango Sec School	750278922587	Equity	10/09/2021	301	502
6.12 Wambarra Secondary School	750298170849	Equity	10/09/2021	135	0
6.13 Ulowa Secondary School	750279412278	Equity	10/09/2021	1,960	549
6.14 Majengo Sec School	750280931835	Equity	10/09/2021	457	0
6.15 Got Abiero Sec School	750293715522	Equity	10/09/2021	999	0
6.16 Jusa sec School	750281074222	Equity	10/09/2021	230	0
6.17 Nyabenge sec School	750280194023	Equity	05/10/2021	871	0
6.20 Jaramogi Sec School	750279338614	Equity	05/10/2021	90	0
9.1 Bondo TTC	750281744755	Equity	05/10/2021	629	0
10.1 Lwala Kotiende Police Station	1141851110600	coop bank	05/10/2021	275	0
10.2 Usigu Police Headquarters	750281210038	Equity	05/10/2021	35	0
10.4 Central Yimbo Chiefs Office	750281078010	Equity	05/10/2021	573	0
10.5 Nango Police Station	750280842100	Equity	05/10/2021	499	0
Total				25,885	11,760

Annex 6: Progress On Follow Up of Auditor Recommendations

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

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

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>2. Inconsistencies in Contract Progress; The statement of receipts and payments as disclosed under Note 7 to the financial statements reflects other grants and transfers of Kshs.34,080,532 which includes expenses amounting to Kshs. 7,600,000 in respect to Security Projects. This amount in turn includes Kshs. 500,000 paid to M/s Tridenne Solutions for construction of a two -door pit latrine at Bondo Sub County Offices. The tenders for the construction of a two- door pit latrine were opened on 19th September 2020 and after evaluation the contract was awarded at a contract sum of Kshs.500,000. The construction was to be implemented in four (4) weeks starting from 9 October to 7 November 2020. It was however noted that on 17 September 2020, a day after the opening of tenders, a letter for justifying why a two-door was constructed instead of a four-door pit latrine was written by the Ministry of Transport, Infrastructure, Housing and Urban Development including that the work had been completed. This means that the construction was</p>	<p>Construction of pit latrine at Bondo Sub- County Commissioners Compound Kshs. 500,000 The Project for the construction of pit latrine at sub county offices had a budget and the implementation for the project execution in the year took place. As noted, the tender for the construction of a three door pit latrine (and not a four door pit latrine indicated in your letter) at Bondo Sub County Offices was vide tender No. NG-CDF BONDO/O12/2020/21 awarded to M/s Tridenne Solutions on 8th October 2020 at a contract sum of Kshs. 500,000. The contractor undertook contract and began construction from 9th October and completed the same on 10th November 2020.</p> <p>However on commencement and upon assessment and findings on the ground detailed in Public Officer's letter (see annex D) over the terrain of the area, three-door pit latrine could not have been feasible due to much higher cost implications. This prompted variation and upon the advice of works officer and the parties involved in the whole process including Procurement, to come to the consensus for the construction of a two- door pit latrine given that the pit latrine which was there had collapsed hence the agency as confirmed by the attached copy of a letter dated 10th July 2020 from the Deputy County Commissioner (DCC) (see annex II).</p> <p>Inspection of the project was done in 27th October 2020 to ascertain its status which led to its approval and acceptance after successful completion.</p> <p>The Management has attached the following documents</p>	<p>Not Resolved</p>	<p>Awaits Special Funds Accounts Committee (SFAC) summons in Parliament.</p>

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

1. ANNEXURE
TRIAL BALANCE AS AT 30TH JUNE 2022

		DR	CR
Cash and Cash equivalents			
Bank Balances		18,635,113	
Cash Balances			-
Outstanding Imprest			
Payments			
Compensation of Employees		2,413,768	
Use of goods and services	Items	Amounts	
Utilities, Supplies, and services		1,253,979	
Routine Maintenance- Motor vehicle & equipment		460,518	
Training Expenses		726,000	
Committee Allowances		3,727,278	
Committee Expenses		2,784,800	
Specialized Materials and services		1,465,080	
Office and General supplies		470,000	
Other Operating Expenses		45,000	
Total Goods and Services		10,932,655	
Transfers to Other Government Units		114,875,118	
Other grants and transfers		71,190,078	
Acquisition of Assets		-	
Other Payments		-	
Receipts			
Transfers from the Board			181,277,758
Proceeds from sale of assets			
Others receipts			123,055
Prior Year Adjustment			
Fund Balance b/f			36,645,919
TOTAL		218,046,732	218,046,732

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 Name: Judith Ochoro
 Fund Account Manager.

FUND ACCOUNT MANAGER
BONDO NGCDF
P. O. Box 21 - 40601, BONDO