

REPUBLIC OF KENYA



Enhancing Accountability



PARLIAMENT
OF KENYA
LIBRARY

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 08 AUG 2024 DAY: Thursday

BY: HON. KINAFI ICHEGWA L.O.M

PREPARED BY: WILLS OBIER

REPORT

OF

THE AUDITOR-GENERAL

ON

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

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





BUDALANGI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

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

	Page
Table of Content	
I. Acronyms and Abbreviations.....	ii
II. Key Constituency Information and Management.....	iii
III. NG-CDFC Chairman’s Report	vii
IV. Statement Of Performance Against Predetermined Objectives for FY2022/23	xiv
V. Statement of Governance	xvi
VI. Environmental and Sustainability Reporting.....	xviii
VII. Statement Of Management Responsibilities	xxii
VIII. Report Of the Independent Auditors On The NGCDF- Budalangi Constituency.....	xxv
IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023	
X. Statement Of Assets and Liabilities As At 30 th June, 2023	
XI. Statement Of Cash Flows for The Year Ended 30th June 2023	
XII. Summary Statement of Appropriation for The Year Ended 30 th June 2023	
XIII. Budget Execution By Sectors And Projects For The Year Ended 30 th June 2023 ...	
XIV. Significant Accounting Policies	
XV. Notes To the Financial Statements	
XVI. Annexes.....	

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

Acronyms and Abbreviations

- NGCDF-National Government Constituency Development Fund
- PFM-Public Finance Management
- IPSAS-International Public Sector Accounting Standards.
- PMC-Project Management Committee
- FY-Financial Year

II. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

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

Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Ignatius Kweyu Ateya
2.	Sub-County Accountant	Jared Manono
3.	Chairman NGCDFC	Alfred Wesonga Siduwa

(c) Fiduciary Oversight Arrangements

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

(d) Budalangi Constituency NGCDF Headquarters

P.O. Box 171-50410
Old Action Aid Building
Bunyala District Headquarters
Port Victoria, Kenya

(e) Budalangi Constituency NGCDF Contacts

Telephone: (254) 722988720
E-mail: cdfbudalangi@ngcdf.go.ke
Website: www.ngcdf.go.ke

(f) Budalangi Constituency NGCDF Bankers

Equity Bank : Account No: 0780279693505

Busia Branch

P.O.Box 264 - 50400

Busia Kenya

(g) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(h) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

III. NG-CDFC Chairman's Report



Mr. Alfred Wesonga Siduwa
Budalangi NG-CDFC Chairman

I first of all thank the Almighty God who has enabled me to see this day. I also want to thank the entire Budalangi NGCDFC and staff for the cooperation that you have given me that has enabled us to achieve whatever little that we did because of the prevailing circumstances. I will also not forget the COC members for your timely oversight role.

This financial year began on a sour note with the Supreme Court ruling that outlawed CDF. That uncertainty caused a lot of jitters amongst all stakeholders. Parents were everywhere in the media complaining about bursary, which looks like it's the main item that affects Mwananchi directly. I take this opportunity to thank our Attorney General Mr Justin Muturi for interpreting the law correctly by giving the difference between the CDF Act of 2013 which was subject of Supreme Court and NG-CDF Act of 2015 as amended in 2022 which we are now using to operate.

That notwithstanding, our operations of this financial year were not pleasing just because of the court case. It took the Board time before they could release the first tranche of funding which came in the month of January 2023 at Kshs. 7,000,000.00 of which 2,000,000.00 was for Administration and Kshs 5,000,000.00 was for bursary. This was after the Attorney General's interpretation.

Our budget absorption as at 30th June 2023 was 44.8 % which was far below last financial year's budget of 89.2% as indicated in the appropriation account.

However, despite all these delays in funding, we still had ongoing projects which shown below in pictorial.

a. On-going mega projects



On-going three (3no) storey building at Sisenye Mixed Secondary School



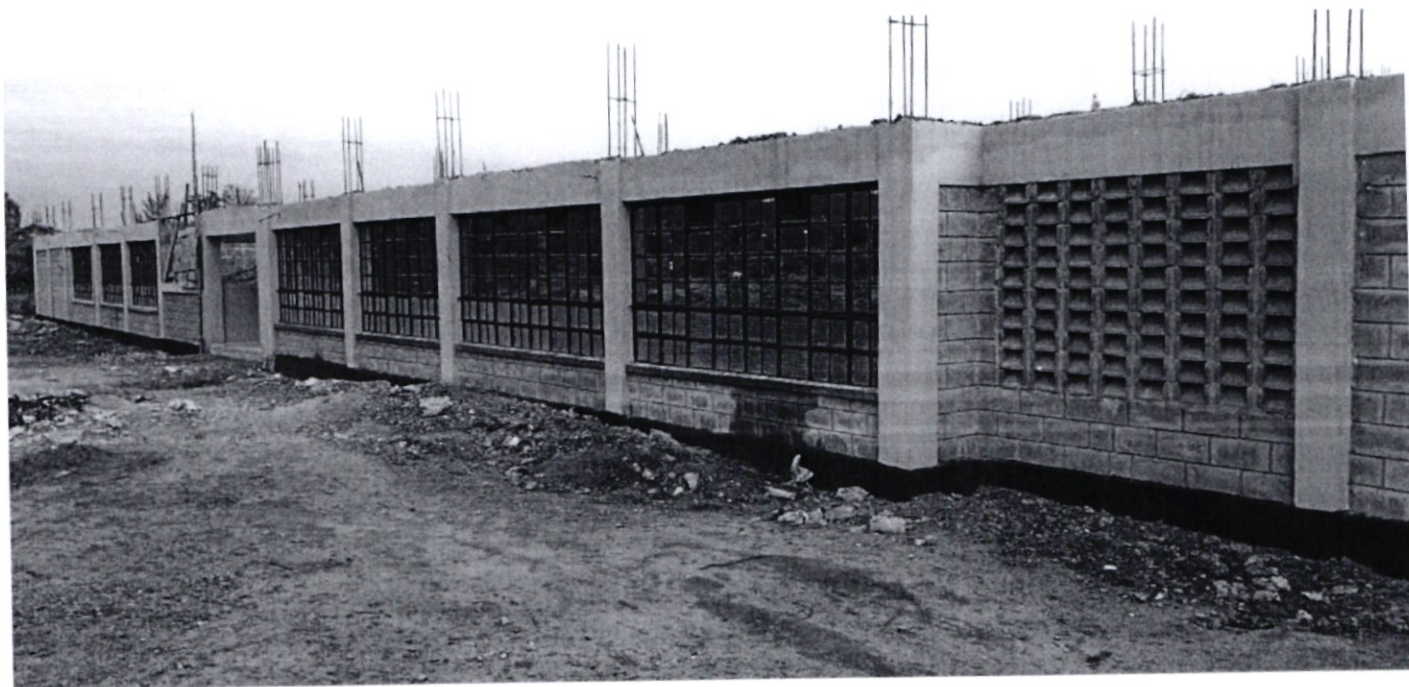
On-going three (3no) storey building at St. Triza Mundere Girls Secondary School



On-going three (3no) storey building at ACK Musoma Secondary School



ACK Musoma Laboratory in the On-going 3NO. Storey Building



On-going three (3no) storey building at Hon. Peter Okondo Habenga - Ruambwa Secondary School

b. Samples of completed projects



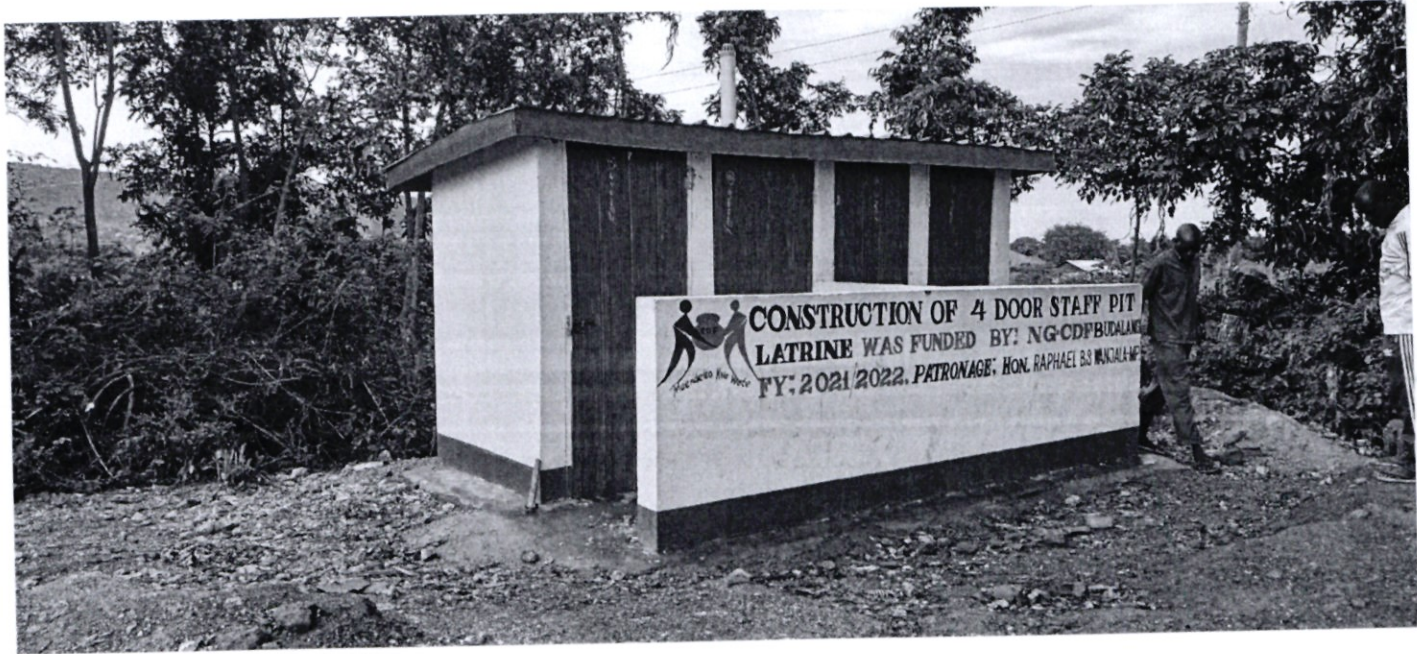
Completed two (2No) classrooms at Bulagu Primary School



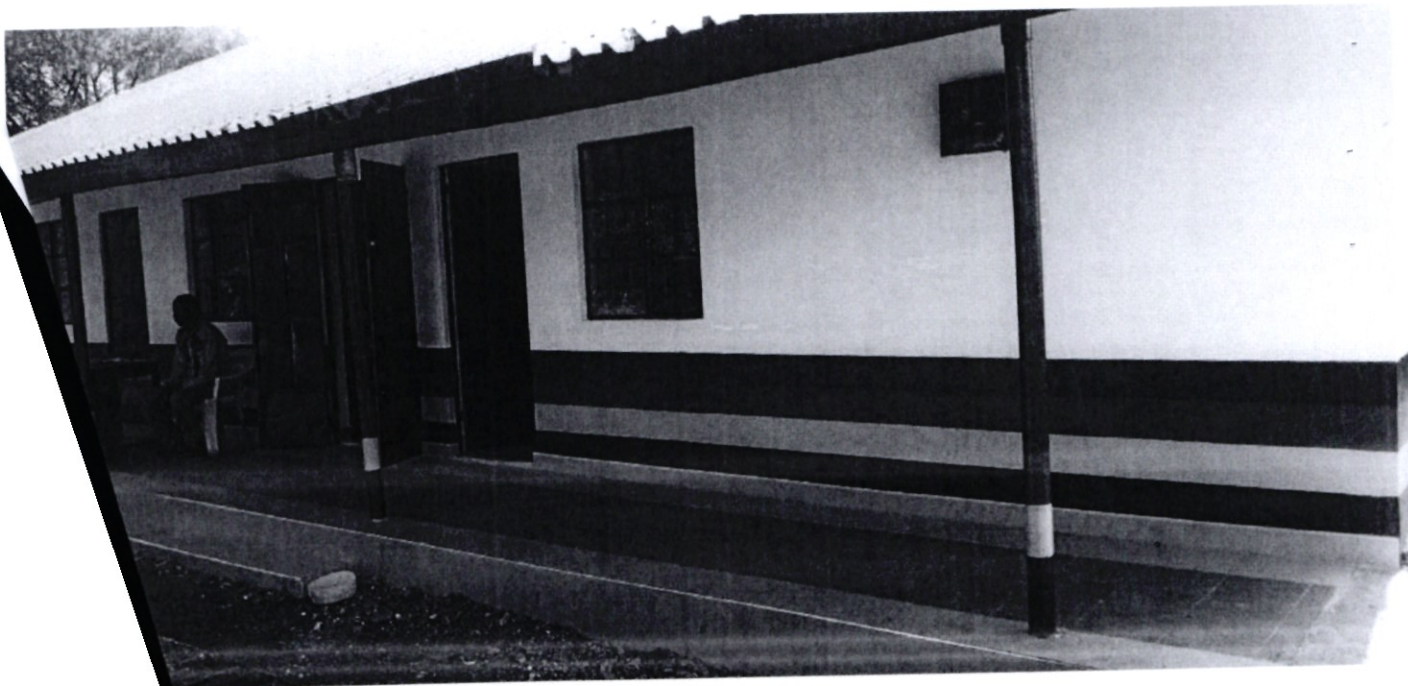
Completed One (1No) classroom at Munani Primary School



Completed One (1No) classroom at St. Cecilia Primary



Completed Four (4No) door pit latrine at Sisenye Primary School




main block at Nambengele Police Post

Emerging issues related to the NG-CDF

Members of the National Assembly (MNAs) are in the process of enacting legislation which will entrench NGCDF in the constitution. This should be fast tracked to cushion it from further legal questions in court. Also the talk of increasing the allocation from 2.5% to 5% should be done like yesterday so as to enable us fund more projects.

Implementation Challenges and Recommended Way Forward

- a) Delayed funding from the NGCDF Board, leads to delay in project implementation, students being sent or staying at home due to lack of fees. To remedy this, the Board should endeavour to promptly disburse the funds.
- b) Lack of enough monies to fund all projects proposed during public participation. The Board should increase the allocation as suggested by MPs to enable us fund as many projects as possible.
- c) The public, especially Schools over relies on NGCDF for all its projects. This strains the NGCDF resources and leads to schools not having the required infrastructure where NGCDF does not fund. The public should be sensitized to explore other means of funding.
- d) Lack of training manual for PMC. The Board should develop one.
- e) Rise in cost of Building materials which makes the sealing set by the board not tainable. The board should revise tainable throughout.



.....
Name: Alfred Wesonga Siduwa
CHAIRMAN NG-CDF COMMITTEE

IV. Statement Of Performance Against Predetermined Objectives for FY2022/23

Introduction

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

The key development objectives of *Budalangi Constituency 2022-2023* plan are to:

- a) To promote value addition in agricultural activities.
- b) To boost scholarship and effective participation of the community through capacity building.
- c) To stimulate structural development, conservation of the environment and socioeconomic development.
- d) To inspire a healthy population to increase productivity and employment opportunities through entrepreneurship.
- e) To promote transparency and accountability through project impact analysis and proper monitoring and evaluation.

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, infrastructure achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Sector	Objective	Outcome	Indicator	Performance
Education	To ensure that all students in secondary and tertiary institutions attend school plus improved infrastructure in all our schools in the constituency	Improved education levels for all secondary and tertiary students and infrastructure	Number of students attending secondary and tertiary institutions and	In the FY 2022/2023 we have awarded Bursary to over 7000 students both in Secondary schools, tertiary schools and special schools. We have also improved infrastructure i.e. Increased no. of dormitories from four in the ground floor to another four in the first floor in four storey buildings in various secondary schools and an increase of three laboratories in

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

				first floor phase from the previous 3 in various secondary schools.
Security	To enhance security within the community	Increased security in the community	Decrease in crime rate, decrease in consumption of drugs and illicit brews	Commencement of construction of one police post, public sensitization forums
Environment	To conserve the environment through tree planting	Increased number of trees in government institutions	Trees to be planted once funds are availed	In the FY 2022-2023 we were unable to implement the project due to delayed approval by the Board. Once the project is approved, we intend to spend the allocation of Kshs. 645,000 on planting trees in various primary and secondary school projects.
Sports	To nurture sporting talents among the youth	Sporting talents discovered amongst the youth	Number of talents identified in sporting activities	Due to late disbursement of funds we were not able to fully implement the projects. Once we receive funds, we intend to implement Boat racing and sponsor constituency sports tournament in the constituency to grow talents amongst the youths.
Emergency	To cater for any unforeseen circumstances in the constituency	Emergence cases that are responded to.	Number of emergency cases solved	Construction of six latrines that were destroyed by rains
Others(Specify)				

V. Statement of Governance

The appointment of NGCDFC members takes several stages. The first stage happens immediately a new parliament is constituted. An advert is made requiring members of the public within the constituency to make applications for consideration for various categories as outline in Section 41 of the NGCDF Act of 2015. These are the sections: -

- a) Section (2) sub section (b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- b) sub section (c) two women nominated in accordance with sub section (3), one of whom shall be a youth at the date of appointment;
- c) sub section (d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance to sub section (3);
- d) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
- e) one member co-opted by the Board in accordance with the regulations made by the Board;
- f) the officer of the Board seconded to the constituency who shall be an an ex officio member without a vote as per sub section (f)
- g) the national government official at the constituency as may be designated by the cabinet secretary or an alternate as per sub section (a)

In the case of Budalangi, most members applied for renewal of their term since the MP was re-elected.

For these committee members to be nominated, a selection committee is constituted. The committee comprises of two nominees by the Parliamentary office, who should be male and female. The committee is chaired by the Deputy County Commissioner (DCC) or his/her appointee. The secretary is the Fund Account Manager. The committee vets the applicants and picks the names of successful candidates putting in mind the regional balance.

The names are sent to the Board which in turn sends to the Parliament for discussion and approval before being returned to the Board for gazettelement.

Cap 41 Section (13) gives reasons which can make a member to be removed from the committee. The reasons are, lack of integrity, gross misconduct, embezzlement of public funds, bringing the committee into disrepute through unbecoming personal conduct, promoting unethical practises, causing disharmony within the committee, physical or mental infirmity. Section (14) of the same

Cap states that removal of a member is through a resolution of at least five members of the committee and the member sought to be removed shall be given a fair hearing before the resolution is made.

The Budalangi NGCDFC attended a training course at Eldoret that was organised by the Board. The induction and simple instruction about their roles was done locally by the Fund Account Manager after the first meeting in which they elected both the chairman and the secretary. Their roles include: -

- Build the capacity of project management committees and sensitize the community on the operations of the fund.
- Consider all project proposals from all wards in the constituency and any other projects which a constituency committee considers beneficial to the constituency.
- Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.
- Rank project proposals in order of priority while ensuring that ongoing projects take precedence.

In the bid to ensure risk management, the NGCDFC has strived to address all complaints and put in place internal controls to reduce on risks. The NGCDFB has established a Risk Management department which receives quarterly reports from constituencies as per the questions that they generate.

In the last financial year, the committee held meetings and are paid Kshs 5000 per sitting apart from the chairman who gets 7000. So far the committee is very cohesive and there was no conflict of interest both in bursary and projects.

VI. Environmental and Sustainability Reporting

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

- a. **Education and Training:** BUDALANGI 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; BUDALANGI 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

We have partial approval of environmental activities that include tree planting in various primary and secondary schools. Once fully approved and we receive funding we shall engage both students and school management in tree planting activities. We also sponsor sporting activities and boat racing events. In addition, we have renovated police posts and established one new one which will take care of deviant youth activities.

3. Employee welfare

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

BUDALANGI 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-

BUDALANGI 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.

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

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.

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



.....
Name: Ignatius Kweyu Ateya
Fund Account Manager.

VII. Statement of Management Responsibilities

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

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

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

The Accounting Officer in charge of the NGCDF BUDALANGI 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

Budalangi Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

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- Budalangi Constituency financial statements were approved and signed by the Accounting Officer on 21 SEP 2023.



.....
Name: Alfred Wesonga Siduwa
Chairman – NGCDF Committee



.....
Name: Ignatius Kweyu Ateya
Fund Account Manager

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: 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 - BUDALANGI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure 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 – Budalangi Constituency set out on pages 1 to 41, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the

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

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Budalangi Constituency as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with the Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Unsupported Bursary Expenditure

The statement of receipts and payments reflects an amount of Kshs.43,257,619 in respect of other grants and other transfers which, as disclosed in Note 8 to the financial statements, includes amounts of Kshs.23,864,729, Kshs.8,256,700 and Kshs.1,500,000 being bursary funds disbursed to secondary schools, tertiary institutions and special schools respectively, totalling Kshs.33,621,429. However, copies of receipts and acknowledgement letters from the beneficiary institutions were not provided to support the expenditure.

In the circumstances, the accuracy and completeness of the bursary expenditure of Kshs.33,621,429 could not be confirmed.

2. Unsupported Committee Expenses

The statement of receipts and payments reflects an amount of Kshs.4,688,100 in respect of committee expenses as disclosed in Note 5 to the financial statements. However, invitation letters to the committees and signed attendance registers were not provided to support the expenditure.

In the circumstances, the accuracy and completeness of the committee expenses amounting to Kshs.4,688,100 could not be confirmed.

3. Inaccurate Summary Statement of Appropriation

The summary statement of appropriation reflects final budgeted receipts totalling Kshs.163,212,058. However, recomputation of the statement balances revealed total budgeted receipts of Kshs.162,658,851. The variance of Kshs.553,207 was not reconciled.

In the circumstances, the accuracy and completeness of the summary statement of appropriation could not be confirmed.

4. Unsupported Project Management Committee (PMC) Bank Balances

Note 18.4 to the financial statements reflects Project Management Committee bank balance of Kshs.16,410,226 which, as disclosed in Annex 5, comprises of balances held by Project Management Committees in forty-seven (47) bank accounts. However, bank statements, bank confirmation certificates, bank reconciliation statements and cash books were not provided to support the balances.

In the circumstances, the accuracy and completeness of the Project Management Committee bank balances totalling Kshs.16,410,226 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 - Budalangi Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final budget and actual on comparable basis of Kshs.163,212,058 and Kshs.80,497,026 respectively resulting to an underfunding of Kshs.82,715,032 or 51% of the budget. Similarly, the Fund spent Kshs.73,114,194 against actual receipts of Kshs.80,497,026 resulting to an under-utilization of Kshs.7,382,832 or 9% of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management has not resolved the issues or given any

explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

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 matter 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

Delay in Implementation of Projects

During the year under review, the Fund had planned to implement thirty two (32) projects with a budget allocation of Kshs.120,430,681. However, only seven (7) or 22% of the projects with a contract sum of Kshs.40,690,162 were completed, while eight (8) or 25% of the projects with a budget of Kshs.68,300,000 were on-going and seventeen (17) or 53% of the projects with a budget of Kshs.11,440,519 had not started.

In the circumstances, value for money was not obtained from the eight (8) projects which were on-going and the seventeen (17) projects that had not started.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and 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 governance.

In preparing the financial statements, Management is responsible for assessing the ability of the Fund to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease its 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 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 Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit

report. However, future events or conditions may cause the Fund to cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

21 May, 2024

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

IX. Statement of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	75,664,742	170,088,879
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	553,207	-
Total Receipts		76,217,949	170,088,879
Payments			
Compensation Of Employees	4	3,823,850	3,588,720
Committee expenses	5	4,688,100	5,102,800
Use Of Goods and Services	6	3,379,885	7,109,004
Transfers To Other Government Units	7	16,664,739	128,591,468
Other Grants and Transfers	8	43,257,619	57,672,350
Acquisition Of Assets	9	-	-
Oversight Committee Expenses	10	1,300,000	-
Other Payments	11	-	750,000
Total Payments		73,114,194	202,814,342
Surplus/ (Deficit)		3,103,755	(32,725,463)


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

The Constituency financial statements were approved by the NGCDFC on 21 sep 2023 and signed by:



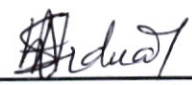
 Fund Account Manager

Name: Ignatius Kweyu Ateya



 National Sub-County Accountant

Name: Jared Manono
 ICPAK M/No: 14671



 Chairman NG-CDF Committee

Name: Alfred Wesonga Siduwa


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

X. Statement of Assets and Liabilities As At 30th June, 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	11A	7,382,832	4,279,077
Cash Balances (Cash at Hand)	11B	-	-
Total Cash and Cash Equivalents		7,382,832	4,279,077
Accounts Receivable			
Outstanding Imprests	12	-	-
Total Financial Assets		7,382,832	4,279,077
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	13A	-	-
Gratuity	13B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		7,382,832	4,279,077
Represented By			
Fund Balance B/Fwd	14	4,279,077	37,004,540
Prior Year Adjustments	15	-	-
Surplus/Deficit for The Year		3,103,755	(32,725,463)
Net Financial Position		7,382,832	4,279,077


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

The Constituency financial statements were approved by NG CDFC on 21 SEP 2023 and signed by:



 Fund Account Manager

Name: Ignatius Kweyu Ateya



 National Sub-County
 Accountant

Name: Jared Manono
 ICPAK M/No: 14677



 Chairman NG-CDF
 Committee

Name: Alfred Wesonga Siduwa

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

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

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	75,664,742	170,088,879
Other Receipts	3	553,207	-
Total Receipts		76,217,949	170,088,879
Payments			
Compensation Of Employees	4	3,823,850	3,588,720
Committee Expenses	5	4,210,100	5,102,800
Use Of Goods and Services	6	3,857,885	7,109,004
Transfers To Other Government Units	7	16,664,739	128,591,468
Other Grants and Transfers	8	43,257,619	57,672,350
Oversight Committee Expenses	10	1,300,000	-
Other Payments	11	-	750,000
Total Payments		73,114,194	202,814,342
Total Receipts Less Total Payments		3,103,755	(32,725,463)
Adjusted For:			
Prior Year Adjustments	16		-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		3,103,755	(32,725,463)
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	-
Net Cash Flows from Investing Activities		-	-
Net Increase In Cash And Cash Equivalent		3,103,755	(32,725,463)
Cash & Cash Equivalent At Start Of The Year	12	4,279,077	37,004,540
Cash & Cash Equivalent At End Of The Year	12	7,382,832	4,279,077

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

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

The Constituency financial statements were approved by NG CDFC on 21st 2023 and signed by:



Fund Account Manager

Name: Ignatius Kweyu Ateya



National Sub-County
Accountant

Name: Jared Manono
ICPAK M/No: 14671



Chairman NG-CDF
Committee

Name: Alfred Wesonga Siduwa

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

XII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2022-2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	FY 2022-2023	2022-2023		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers From NGCDF Board	138,215,033	4,279,077	20,164,741	162,658,851	79,943,819	82,715,032	0.0%
Proceeds From Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	553,207	-	-	553,207	-	0.0%
Totals	138,215,033	4,832,284	20,164,741	163,212,058	80,497,026	82,715,032	49.3%
Payments							
Compensation Of Employees	4,551,310	-	-	4,551,309.54	3,823,850	727,460	84.0%
Committee Expenses	4,688,100	-	-	4,688,100	4,688,100		100.0%
Use Of Goods and Services	2,986,943	-	-	2,986,943	3,379,885	(392,942)	111.3%
Transfers To Other Government Units	76,176,217	4670077	16,664,741	97,511,035	16,664,739	80,846,296	17%
Other Grants and Transfers	43,154,463	162207	2,000,000	45,316,670	43,257,619	2,059,051	87.7%
Acquisition of Assets	-	-	-	-	-	-	0.0%
Oversight Committee Expenses	1,300,000	-	-	1,300,000	1,300,000	-	100%
Other Payments	2,000,000	-	-	2,000,000	-	2,000,000	0.0%
Funds Pending Approval**	3,358,000	-	1,500,000	4,858,000	-	4,858,000	0.0%
Totals	138,215,033	4,832,284	20,164,741	163,212,058	73,114,194	90,097,864	44.8%

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


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

Explanatory Notes.


Compensation of Employees- The underutilization was due to late employment of staff after the end of term of the other team
Use of Goods and services- The overutilization was due to unplanned expenses under the vote.
Transfers to Other Government Units- Underutilization was due to late disbursement of funds from the Board that was meant for the projects.
Other Grants and Transfers – The underutilization was due to late disbursement of funds that could not allow the projects to be done by the closure of the financial year.
Other Payments- Non implementation of the project was due to late disbursement of funds that could not allow the due procurement procedures to be undertaken by the end of the financial year.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	90,097,864
Less undisbursed funds receivable from the Board as at 30 th June 2023	82,715,032
	7,382,832
Increase/ (decrease) Accounts payable	-
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 th June 2023	7,382,832

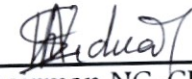
The Constituency financial statements were approved by NG CDFC on 21 SEP 2023 and signed by:



 Fund Account Manager
 Name: Ignatius Kweyu Ateya



 National Sub-County Accountant
 Name: Jared Manono
 ICPAK M/No: 14671



 Chairman NG-CDF Committee
 Name: Alfred Wesonga Siduwa

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

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,551,310	-	-	4,551,310	3,823,850	727,460
1.2 Committee allowances	1,648,000	-	-	1,648,000	1,648,000	-
1.3 Use of goods and services	1,920,592	-	-	1,920,592	1,920,592	-
Sub-total	8,119,902	-	-	8,119,902	7,392,442	727,460
2.0 Monitoring and evaluation						
2.1 Capacity building	128,000	-	-	128,000	60,100	67,900
2.2 Committee allowances	2,802,000	-	-	2,802,000	2,802,000	-
2.3 Use of goods and services	1,176,451	-	-	1,176,451	1,637,293	(460,842)
Sub-total	4,106,451	-	-	4,106,451	4,499,393	(392,942)
3.0 Emergency						
3.1 Primary Schools	7,636,190	162,207	-	7,798,397	7,636,190	162,207
3.2 Secondary schools						
3.3 Tertiary institutions						
3.4 Security projects						
Sub-total	7,636,190	162,207	-	7,798,397	7,636,190	162,207
4.0 Bursary and Social Security						
4.1 Primary Schools	1,500,000	-	-	1,500,000	1,500,000	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.2 Secondary Schools	22,553,972	-	-	22,553,972	22,553,972	-
4.3 Tertiary Institutions	9,000,000	-	-	9,000,000	9,567,458	(567,458)
4.4 Universities	-	-	-	-	-	-
4.5 Social Security	-	-	-	-	-	-
Sub-total	33,053,972	-	-	33,053,972	33,621,430	(567,458)
5.0 Sports						
5.1 Boat Racing	452,000	-	-	452,000	-	452,000
5.2 Constituency Sports Tournament	2,012,301	-	-	2,012,301	-	2,012,301
5.3						
Sub-total	2,464,301	-	-	2,464,301	-	2,464,301
6.0 Environment						
6.1						
6.2						
6.3						
Sub-total						
7.0 Primary Schools Projects (List all the Projects)						
7.1 Riverview Primary school	1,400,000	-	-	1,400,000	-	1,400,000
7.2 Buongo Primary school	300,000	-	-	300,000	-	300,000
7.3 Munani Primary school	1,400,000	-	-	1,400,000	-	1,400,000
7.4 Budubusi Primary school	310,000	-	-	310,000	-	310,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.5 Riverview Primary school	1,150,000	-	-	1,150,000	-	1,150,000
7.6 ACK Musoma Primary school	324,000	-	-	324,000	-	324,000
7.7 Bukoma Primary school	290,000	-	-	290,000	-	290,000
7.8 Budalangi Primary school	-	-	2.00	2.00	-	2.00
7.9 Budubusi Primary school	-	-	2,500,000	2,500,000	2,500,000	0.00
Sub-total	5,174,000	-	2,500,002	7,674,002	2,500,000	5,174,002
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Sisenye Mixed secondary school	16,500,000.00	-	-	16,500,000	-	16,500,000
8.2 ACK Musoma Primary school	16,500,000.00	-	-	16,500,000	-	16,500,000
8.3 Mundere Secondary school	16,500,000.00	-	-	16,500,000	-	16,500,000
8.4 Ruambwa Secondary school	16,500,000.00	-	-	16,500,000	-	16,500,000
8.5 St. Marys Namambusi Secondary	3,252,219.46	-	-	3,252,219	-	3,252,219
8.6 Bunyala Model Secondary school	899,998.00	-	-	899,998	-	899,998
8.7 ACK Musoma Secondary school	-	-	350,000.00	350,000	350,000.00	-
8.8 Sisenye Mixed Secondary school	-	-	350,000.00	350,000.00	350,000.00	-
8.9 Ruambwa Secondary school	-	-	785,673.00	785,673.00	785,673.00	-
8.9.1 St.Peters Makunda Mixed Sec	-	-	2,500,000.00	2,500,000.00	2,500,000.00	-
8.9.2 .St.Annes Secondary school	-	-	2,000,000.00	2,000,000.00	2,000,000.00	-
8.9.3 Bunyala Model secondary	-	-	1,653,204.00	1,653,204.00	1,653,204.00	-
8.9.4 ACK Musoma Secondary sc	-	-	4,575,862.00	4,575,862.00	4,575,862.00	-
Sub-total		-	12,214,739	82,366,956	12,214,739	70,152,217

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
9.0 Tertiary institutions Projects (List all the Projects)	-	-	-	-	-	-
9.1 Bunyala Institute of Technology	-	-	1,950,000	1,950,000	1,950,000	-
9.2 Bunyala Technical and Vocational College	850,000	-	-	850,000	-	850,000
9.3 Masinde Muliro University	-	4,670,077	-	4,670,077	-	4,670,077
Sub-total	850,000	4,670,077	1,950,000	7,470,077	1,950,000	5,520,077
10.0 Security Projects	-	-	-	-	-	-
10.1 Mukhobola Police Post	-	-	1,500,000	1,500,000	1,500,000	-
10.2 Mukhobola Police Post	-	-	500,000	500,000	500,000	-
10.3	-	-	-	-	-	-
Sub-total	-	-	2,000,000	2,000,000	2,000,000	-
11.0 Acquisition of assets	-	-	-	-	-	-
11.1 Motor Vehicles (including motorbikes)	-	-	-	-	-	-
11.2 Construction of CDF office	-	-	-	-	-	-
11.3 Purchase of furniture and equipment	-	-	-	-	-	-
11.4 Purchase of computers	-	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-
12.0 Oversight Committee Expenses (itemize)	-	-	-	-	-	-
2210302-Accom& Domestic Travel	96,000	-	-	96,000	96,000	-
2210504-Advertising &PC	100,000	-	-	100,000	100,000	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
2210801-Catering Services	200,000	-	-	200,000	121,000	-
2210802-Committee Allowances	432,000	-	-	432,000	432,000	-
2210303-Daily and Subsistence All	132,000	-	-	132,000	132,000	-
2210802-Other Committee Expenses	144,000	-	-	144,000	144,000	-
2210702-Remuneration of Instructors and Contract bases training	100,000	-	-	100,000	100,000.00	-
2210401-Travel costs	96,000	-	-	96,000	96,000	-
Sub-total	1,300,000	-	-	1,300,000	1,300,000	-
13.0 Others						
13.1 Strategic Plan	2,000,000		-	2,000,000	-	2,000,000
13.2 Innovation Hub						
13.2						
Sub-total	2,000,000	-	-	2,000,000	-	2,000,000
Funds pending approval**	3,358,000	-	1,500,000	4,858,000	-	4,858,000
Total	138,215,033	4,832,284	20,164,741	163,212,058	73,114,794	90,097,864

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

XIV. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-BUDALANGI 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.

Significant Accounting Policies continued

Transfers from the National Government Constituency Development Fund (NG-CDF)
Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

Significant Accounting Policies Continued

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

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

XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B140849		33,000,000
AIE NO. B105374		34,000,000
AIE NO. B105990		10,000,000
AIE NO. B105736		22,000,000
AIE NO. B132458		5,000,000
AIE NO. B128773		12,000,000
AIE NO. B154374		12,000,000
AIE NO. B154270		19,000,000
AIE NO. B140787		23,088,879
AIE NO. B185021	7,000,000	
AIE NO. B185316	6,000,000	
AIE NO. B185568	15,000,000	
AIE NO. B185852	5,000,000	
AIE NO. B206304	12,000,000	
AIE NO. B205693	12,000,000	
AIE NO. B205668	14,088,879	
AIE NO. B205659	4,575,862	
TOTAL	75,664,742	170,088,879

2. Proceeds From Sale of Assets

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

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

3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	553,207	-
Total	553,207	-

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

Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,765,040	1,986,024
Personal allowances paid as part of salary	-	-
House Allowance	600,000	660,000
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	1,340,430	810,216
Employer Contributions Compulsory national social security schemes	118,380	132,480
Total	3,823,850	3,588,720

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	1,212,000	2,824,600
Other committee expenses	3,476,100	2,278,200
Total	4,688,100	5,102,800

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

6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	134,525	73,000
Communication, supplies and services	74,500	15,750
Domestic travel and subsistence	501,560	164,300
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	2,805,200
Hospitality supplies and services	136,800	42,500
Insurance costs	-	-
Specialised materials and services	181,200	46,000
Office and general supplies and services	1,223,060	1,089,579
Fuel , oil & lubricants	607,447	1,800,000
Other operating expenses	30,600	413,420
Bank Charges -	16,100	-
Security operations	-	-
Purchase of ICT Equipment, software, and other ICT Assets	15,000	-
Routine maintenance - vehicles and other transport equipment	347,133	647,255
Routine maintenance- other assets	111,960	12,000
Total	3,379,885	7,109,004

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

Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	2,500,000	38,404,672
Transfers To Secondary Schools (See Attached List)	12,214,739.30	89,686,796
Transfers To Tertiary Institutions (See Attached List)	1,950,000	500,000
Total	16,664,739	128,591,468

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	23,864,729	29,206,245
Bursary – tertiary institutions (see attached list)	8,256,700	11,441,898
Bursary – special schools (see attached list)	1,500,000	2,500,00
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	2,000,000	1,700,000
Sports projects (see attached list)	-	5,241,000
Environment projects (see attached list)	-	-
Emergency projects (see attached list)	7,636,190	7,636,190
Roads projects (see attached list)	-	-
Total	43,257,619	57,672,350

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

Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

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

10. Oversight Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Committee Expenses	436,000	-
Committee Allowances	564,000	-
Goods and Services	300,00	-
	1,300,00	-

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	750,000
	-	750,000

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

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Equity Bank, A/C no.0780279693505, Busia (Main Account)</i>	7,382,832	4,279,077
	-	-
Total	7,382,832	4,279,077
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Total	-	-

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
Total		-	-	-

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

Notes to the Financial Statement Continued

14. Retention and Gratuity

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

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	1,340,440	-
Gratuity paid during the Year (C)	1,340,440	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	(1 st July 2022)	(1 st July 2021)
	Kshs	Kshs
Bank accounts	4,279,077	37,004,540
Cash in hand	-	-
Imprest	-	-
Total	4,279,077	37,004,540
Less		
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	4,279,077	37,004,540

[Provide short appropriate explanations as necessary]

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

16. Prior Year Adjustments

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

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

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	7,844,020	-
Imprest surrendered during the Year (C)	7,844,020	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D – A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

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

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

Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

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

19.2: Pending Staff Payables (See Annex 2)

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

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	727,460	(312,480)
Committee expenses	67,900	-
Use of goods and services	(460,842)	(2,992,526)
Amounts due to other Government entities (see attached list)	80,846,296	21,995,739
Amounts due to other grants and other transfers (see attached list)	2,059,050	5,793,086
Acquisition of assets	-	-
Oversight Committee Expenses	-	-
Other Payments (<i>specify</i>)	2,000,000	750,000
Funds pending approval	4,858,000	20,164,741
Total	90,097,864	24,443,818

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

18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	16,410,226	33,495,897
Total	16,410,226	33,495,897

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

XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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

Annex 2 - Analysis of Pending Staff Payables

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

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

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees	Payment of Staff basic salaries	727,460	(312,480)	Implementation in progress
Use of goods & services	Payment for use of goods	(392,942)	(2,992,526)	Implementation in progress
Subtotal		334,518	(3,305,006)	
Amounts due to other Government entities				
St. Peters Makunda Secondary School	Construction of Modern Toilet	-	2,500,000	Project Awaiting Funds
St Anne Secondary School	Construction of Modern Toilet	-	2,000,000	Project Awaiting Funds
Bunyal Model Secondary School	Construction of a Kitchen	-	1,653,204	Project Awaiting Funds
ACK Musoma Sec. School	Purchasing of Furniture	-	350,000	Project Awaiting Funds
Sisenye Mixed Secondary School	Purchasing of Furniture	-	350,000	Project Awaiting Funds
Ruambwa Secondary School	Purchasing of Furniture	-	785,673	Project Awaiting Funds
ACK Musoma Sec. School	Construction of Storey Building	-	4,575,862	Project Awaiting Funds
Masinde Muliro University of Science and Technology	Construction of a Kitchen Block	4,670,077	5,000,000	Project Reallocation in Progress
Bunyala Institute of Technology	Construction of a Kitchen Block	-	1,950,000	Implementation in Progress
Riverview Primary school	Renovation to completion	1,150,000	-	Project Awaiting Funds
Buongo Primary school	Additional Funds for the completion of	300,000	-	Project Awaiting Funds

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

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	construction of One classroom			
Munani Primary school	Construction to completion of 1 no. Classroom	1,400,000	-	Project Awaiting Funds
Budubusi Primary school	Additional funds for the completion of renovation of 5no. Classrooms	310,000	2,399,999	Project Awaiting Funds
Riverview Primary school	Construction to completion of 1 no. Classroom	1,400,000	-	Project Awaiting Funds
ACK Musoma Primary school	Additional funds for completion of construction of 1no. Classroom	324,000	-	Project Awaiting Funds
Bukoma Primary school	Additional funds for the completion of renovation of 4no. Classrooms	290,000	-	Project Awaiting Funds
Sisenye Mixed Secondary School	Construction of Storey Building	16,500,000	-	Project Awaiting Funds
Ruambwa Secondary School	Construction of Storey Building	16,500,000	-	Project Awaiting Funds
Mundere Secondary school	Construction of Storey Building	16,500,000	-	Project Awaiting Funds
ACK Musoma Sec. School	Construction of Storey Building	16,500,000	-	Project Awaiting Funds
St. Marys Namambusi Secondary school	Renovation to		-	Project Awaiting Funds

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

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	completion of 4 no.classrooms	3,252,219		
Bunyala Model Secondary school	Additional funds for the completion of construction of the school kitchen block	899,998	-	Project Awaiting Funds
Bunyala Technical and Vocational College	Additional funds for completion of construction of the school kitchen block	850,000	-	Project Awaiting Funds
Budalangi Primary school	Renovation of 3 classrooms to completion	2	-	Implementation in Progress
Sub-Total		80,846,296	21,564,739	
Amounts due to other grants and other transfers				
Mukhobola Police Post	Construction of Office Block	-	1,500,000	Project Awaiting Funds
Mukhobola Police Post	Construction of a Toilet	-	500,000	Project Awaiting Funds
Constituency Sports Tournament	To carry out constituency sports tournament	2,012,301	-	Implementation in Progress
Budalangi Boat Racing Event	Support Boat Racing event	452,000	-	Implementation in Progress
Emergency Projects	Carrying out Unforeseen Occurrences in the	162,207	90,707	Implementation in Progress

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

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	Constituency			
Bursary Secondary schools	Bursary for needy students in Secondary schools	-	151,138	Implementation in progress
Bursary Tertiary schools	Bursary for needy students in Tertiary schools	(567,458)	3,942,241	Implementation in progress
Sub-Total		2,059,050	6,184,086	
Acquisition of assets	-	-	-	
Oversight Committee Expenses (itemize)	-	-	-	
Others (<i>specify</i>) Strategic Plan	Constituency Strategic Plan	2,000,000		Implementation in Progress
ICT hubs				
Sub-Total		2,000,000	-	
Funds pending approval		4,858,000		
Grand Total		90,097,864	24,443,818	

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

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	-
Buildings and structures	-	-	-	-
Transport equipment	9,635,345	-	-	9,635,345
Office equipment, furniture and fittings	434,410	-	-	434,410
ICT Equipment, Software and Other ICT Assets	1,369,750	-	-	1,369,750
Other Machinery and Equipment	4,600,815	-	-	4,600,815
Heritage and cultural assets	-	-	-	-
Intangible assets	1,500	-	-	1,500
Total	16,051,820			16,051,820

Budalangi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023
Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Budalangi Primary school PMC	KCB-PORT VICTORIA BRANCH	1289914605	7,239	82,054
Bubango Primary school PMC	KCB-PORT VICTORIA BRANCH	1289993270	27,532	169,723
Port Mixed Primary school PMC	KCB-PORT VICTORIA BRANCH	1290210349	2,288	75,979
Namalo Primary school PMC	KCB-PORT VICTORIA BRANCH	1289913870	22,332	187,975
Sifugwe Primary school PMC	KCB-PORT VICTORIA BRANCH	1292059729	6,568	7,759
Mubwayo Primary school PMC	KCB-PORT VICTORIA BRANCH	1275179819	103,197	210,462
Budubusi Primary school PMC	KCB-PORT VICTORIA BRANCH	1275617409	4,179	40,496
Rugunga Primary school PMC	KCB-PORT VICTORIA BRANCH	1285856570	10,387	11,578
St. Cecilia primary school PMC	KCB-PORT VICTORIA BRANCH	1292784504	24,292	141,028
Buongo Primary school PMC	KCB-PORT VICTORIA BRANCH	1292999985	112,910	113,975
Budala Primary school PMC	KCB-PORT VICTORIA BRANCH	1275179894	1,423	108,688
ACK Lugale Primary school PMC	KCB-PORT VICTORIA BRANCH	1285856627	52,772	380,539
Sirimba Primary school School PMC	KCB-PORT VICTORIA BRANCH	1275179525	94,463	201,728
ACK Musoma Pri. School PMC	KCB-PORT VICTORIA BRANCH	1290595127	197,436	7,357,042
Mukhobola Primary school PMC	KCB-PORT VICTORIA	1275617271	4,273	

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

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
	BRANCH			186,790
Bulagu Primary school PMC	KCB-PORT VICTORIA BRANCH	1294368680	5,858	105,649
Mundere Special school	KCB-PORT VICTORIA BRANCH	1205769498	6,964	8,029
Muhobola Police Post PMC	KCB-PORT VICTORIA BRANCH	1294369040	2,497,245	999,155
Bulemia Police Post PMC	KCB-PORT VICTORIA BRANCH	1294368818	6,518	7,586
Ruambwa Secondary school PMC	KCB-PORT VICTORIA BRANCH	1258531224	1,124,186	3,930,037
Sisenye Mixed Secondary school PMC	KCB-PORT VICTORIA BRANCH	1254026959	8,026,618	8,320,001
Bunyala Model Secondary PMC	KCB-PORT VICTORIA BRANCH	1292073438	35,104	16,565
Mudembi Secondary school	KCB-PORT VICTORIA BRANCH	1285922484	1,944	3,135
Mundere Secondary school PMC	KCB-PORT VICTORIA BRANCH	1269537970	1,075,025	7,157,340
ACK Musoma Sec. PMC	KCB-PORT VICTORIA BRANCH	1258519712	16,400	242,748
Bunyala Institute of Technology	KCB-PORT VICTORIA BRANCH	1285922379	460,989	592,054
Igigo Primary school PMC	KCB-PORT VICTORIA BRANCH	1287212042	40,319	147,584
Lunyofu Primary school PMC	KCB-PORT VICTORIA BRANCH	1275617506	12,165	108,230
Bukoma Primary school PMC	KCB-PORT VICTORIA BRANCH	1286069580	20,979	439,296
Bulwani Primary school PMC	KCB-PORT VICTORIA BRANCH	1275186165	6,172	254,784

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

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Runyu Primary school PMC	KCB-PORT VICTORIA BRANCH	1295665204	1,637	1,061,975
Habanga primary school PMC	KCB-PORT VICTORIA BRANCH	1292689161	12,708	107,099
St. Annes Bunyala Girls Sec school PMC	KCB-PORT VICTORIA BRANCH	1275617646	1,156,411	-
St.Peters Makunda Secondary school PMC	KCB-PORT VICTORIA BRANCH	1289914877	1,189,276	-
Bulala FM Solar Installation PMC	KCB-PORT VICTORIA BRANCH	1289871981	549	-
Sisenye Primary school PMC	KCB-PORT VICTORIA BRANCH	1296485196	804	178,975
Budalangi sports PMC	KCB-PORT VICTORIA BRANCH	1239225938	989	-
Osieko Primary school PMC	KCB-PORT VICTORIA BRANCH	1258520184	723	-
Bubamba Primary school PMC	KCB-PORT VICTORIA BRANCH	1292999950	849	-
Bumadeya Primary school PMC	KCB-PORT VICTORIA BRANCH	1289914168	758	1,949
Makunda Primary school PMC	KCB-PORT VICTORIA BRANCH	1286069432	1,805	138,570
Mundika Primary school PMC	KCB-PORT VICTORIA BRANCH	1277363161	1,810	109,327
Ruambwa Primary school PMC	KCB-PORT VICTORIA BRANCH	1291415726	373	-
Munani Primary school PMC	KCB-PORT VICTORIA BRANCH	1258519569	3,190	186,363
DCC Emergency Boats PMC	KCB-PORT VICTORIA BRANCH	1289477744	2,944	4,135
Busagwa Primary school PMC	KCB-PORT VICTORIA BRANCH	1258519917	26,870	-

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

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
	BRANCH			-
Riverview Primary school PMC	KCB-PORT VICTORIA BRANCH	1293039861	754	99,495
Total			16,410,226	33,495,897

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

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Unsupported Expenditure on Training- amount of Kshs 1,246,700 which lacked committee minutes, work tickets and attendance registers - an expenditure whose propriety could not be confirmed	These were allowances paid during project handing over and workshops organised by the board which took the attendance registers. In future, the committee will ensure that it has its own attendance register. The hand over reports are attached.	Not Resolved	One
2.	Budgetary Control and Performance- underfunding of Kshs 20,164,741 and under performance of Kshs 24,443,342 which affected the planned activities	The underfunding was caused by the delay in remittance of funds by the board while the underperformance was caused by the delay tendering process. However the board finally remitted the funds, procurement was completed and the projects were done as per the attached certificates of completion.	Not Resolved	One month

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

Ignatius Kweyu Ateya



.....
Name

Fund Account Manager.