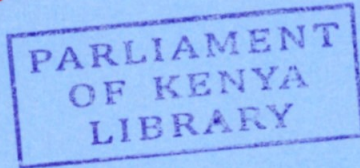


REPUBLIC OF KENYA



Enhancing Accountability

REPORT



OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2025**

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 07 APR 2025	DAY: Tuesday
TABLED BY:	Hon. Samuel Chapkong'o, MP
CLERK-AT THE-TABLE:	A. Shituko



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

CHERANGANY CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025

Transitional International Public Sector Accounting Standards Financial Statements

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1. Acronyms and Definition of Key Terms

A. Acronyms

AIE	Authority to Incur Expenditure
AC	Audit Committee
DCC	Deputy County Commissioner
DFAC	Decentralized Funds Accounts Committee
IPSAS	International Public Sector Accounting Standards.
FAM	Fund Account Manager
NG-CDFB	National Government Constituencies Development Fund Board
NG-CDF	National Government Constituencies Development Fund
NG-CDFC	National Government Constituency Development Fund Committee
NSCA	National Sub-County Accountant
PFM	Public Finance Management
PMCs	Project Management Committees
PWD	Persons with Disability
FY	Financial Year

B. Definition of Key Terms

Fiduciary Management- Members of Management directly entrusted with the responsibility of financial resources of the entity.

Comparative Year- Means the prior period.

2. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 (amended 2023). The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At the cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the Fund's general policy and strategic direction.

Mandate

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

- a) Recognize the constituency as a platform for the identification, performance, and implementation of national government functions.
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6 (3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination, and protection of the marginalized pursuant to Article 10(2)(b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10(2)(d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21(2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;

- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;
- i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;
- j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;
- k) Create a harmonious relationship between citizens and the national government and its officers in local development;
- l) Provide a platform for citizens' participation in service delivery;
- m) Build local accountability and transparency in the use of resources; and
- n) Provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201(b)(iii) of the Constitution.

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

1. Transparency and Accountability
2. Professionalism and Integrity
3. Commitment and Teamwork
4. Neutrality and Objectivity
5. Timeliness and Excellence
6. Advocacy for Citizen Participation

Functions of NG-CDF Committee

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

(b) Key Management

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

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

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2025 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	AIE holder	Mr. Joshua Kipsang Bore
2.	National Sub-County Accountant	CPA Robert Kibet
3.	Chairman NGCDFC	Mr. Jackson Murage Kimotho
4.	Member NGCDFC	Mrs. Agnes Bulalo
5.	Member NG CDFC	Mr. Edwin Wekesa and Mrs. Euliter Barasa

(c) Fiduciary Oversight Arrangements

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

(d) NGCDF Cherangany Constituency Headquarters

Trans-Nzoia East Sub County Headquarters
Kitale- Ziwa- Eldoret Road
Cherangany, Kenya.

(e) NGCDF Cherangany Constituency Contacts

P.O. BOX 4573-30200,
Telephone: (254) 725289356
E-mail: cdfcheranganyconstituency@ngcdf.go.ke
Website: www.cdfcheranganyconstituency.go.ke

(f) NGCDF Cherangany Constituency Bankers

1. Cooperative Bank Kenya Limited
Kitale Branch
A/C No. 01120097045800(Operations Account)
P O Box 4573-30200
Kitale, Kenya.

2. Cooperative Bank Kenya Limited
Kitale Branch
A/C No. 01101649715001(Deposit Account)
P O Box 4573-30200
Kitale, Kenya.

3. Sidian Bank
Kitale Branch
P.O. Box 1295-30200
Kitale, Kenya.
(PMC Accounts)

(g) Independent Auditor



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

(h) Principal Legal Adviser



National Government Constituencies Development Fund (NGCDF)
Cherangany Constituency
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The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya


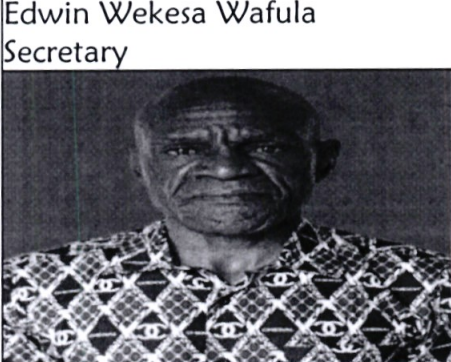

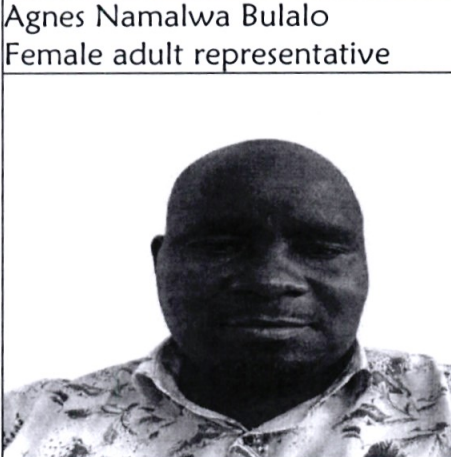
3. NG-CDF Committee

Name	Details
 <p>Jackson Murage Kimotho Chairman</p>	<p>Date of Birth: 11/06/1976 Academic Qualification: KCSE Certificate Currently serving as NG-CDF committee chairman, Cherangany constituency (2022 – present)</p>
 <p>Sammy Juma Kisika Representative of persons with disability</p>	<p>Date of Birth: 23/09/1995 Academic Qualification: Diploma in Business Management African Institute of Research and Development Studies (AIRADS) Eldoret town campus Currently serving as NG-CDF committee member, Cherangany constituency (2022 – present)</p>

*National Government Constituencies Development Fund (NGCDF)
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	<p>Date of Birth: 02/04/1994 Academic Qualification: Bachelor of Education (Arts), Mount Kenya University Currently serving as NG-CDF committee member, Cherangany constituency (2022 – present)</p>
<p>Mercy Kenyatta Kwamboka Female Youth Representative</p>	<p>Date of Birth: 22/04/1984 Academic Qualification: Certificate in Leadership Currently serving as NG-CDF committee member, Cherangany constituency (2022 – present).</p>
	<p>Date of Birth: 05/11/1979 Academic Qualification: Diploma in trade test Currently serving as NG-CDF committee member, Cherangany constituency (2022 – present).</p>
<p>Sammy Bowen Chelang'a Male adult representative</p>	<p>Euliter Barasa Female adult representative</p>

**National Government Constituencies Development Fund (NGCDF)
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	<p>Date of Birth: 23/09/1995 Academic Qualification: Bachelor of Education (Arts), Kisii University Work Experience: B.O.M Teacher at Friends Secondary School Bonde (2018–2022) Currently serving as NG-CDF committee secretary, Cherangany constituency (2022 – present).</p>
	<p>Date of Birth: 12/08/1970 Academic Qualification: Diploma in Theology Currently serving as NG-CDF committee member, Cherangany constituency (2022 – present).</p>
	<p>Date of Birth: 22/11/1958 Academic Qualification: Certificate in theology from Kingdom Theology College. Currently serving as NG-CDF committee member, Cherangany constituency (2022 – present).</p>
	<p>Date of Birth: 02/09/1984 Academic Qualification: Masters of Business Administration Professional Qualification: Diploma in CIP. Work Experience: Fund Account Manager NG-CDF Cherangany. Branch Manager; Vision Fund. Part time lecturer at Maasai Mara University. Research Officer; KiPPRA.</p>
<p>Edwin Wekesa Wafula Secretary</p>	<p>David Khalakayi Olayo Male adult representative</p>
<p>Agnes Namalwa Bulalo Female adult representative</p>	<p>Mr. Joshua Kipsang' Bore Fund Account Manager</p>

4. NG-CDFC Chairman's Report



Mr. Jackson Murage Kimotho

On behalf of Cherangany NG-CDF Committee and staff, I am profoundly glad in presenting the FY 2024/2025 annual report and financial statements for the fund.

Cherangany NG-CDF committee continued to discharge its core mandate in prudent, transparent and accountable management of the fund, considering projects proposals as proposed by the residents of Cherangany constituency and ensure that all approved projects meet the requirements of sec 24 of the NG-CDF Act 2015, Capacity building of the project management committees (Pmc`s), monitoring and evaluation of the funded projects. As per the provisions of the NGCDF Act 2015(as amended in

2023), this was achieved mainly through timely disbursement of received funds to the project management committees (Pmc), projects monitoring and regular NGCDF committee meetings. The fund augmented the national government`s infrastructure development in education sector through construction, renovation and equipping of schools. In detail, NG-CDF Cherangany has been able to achieve the following during the financial year:

A total of 31 classrooms, 1 dormitory, 4 laboratories, 4 administration blocks, 3 dining halls, 6 School buses and 26 latrines were constructed and or renovated through the allocation to the fund.

The fund`s contribution towards education infrastructure across the constituency supported the 100% government transition policy. Cherangany NG-CDF committee also allocated funds for the construction of 6 security facilities amounting to ksh.2, 800,000 in the year which have enhanced security in the constituency.

In addition, the fund supported retention of students in secondary and tertiary institutions through allocation of bursary. A total of Kes.70, 000,000 was allocated as bursary to needy students in the constituency. NG-CDF Cherangany committee has developed bursary award criteria to ensure only the needy students are awarded bursary.

A). Budget Performance

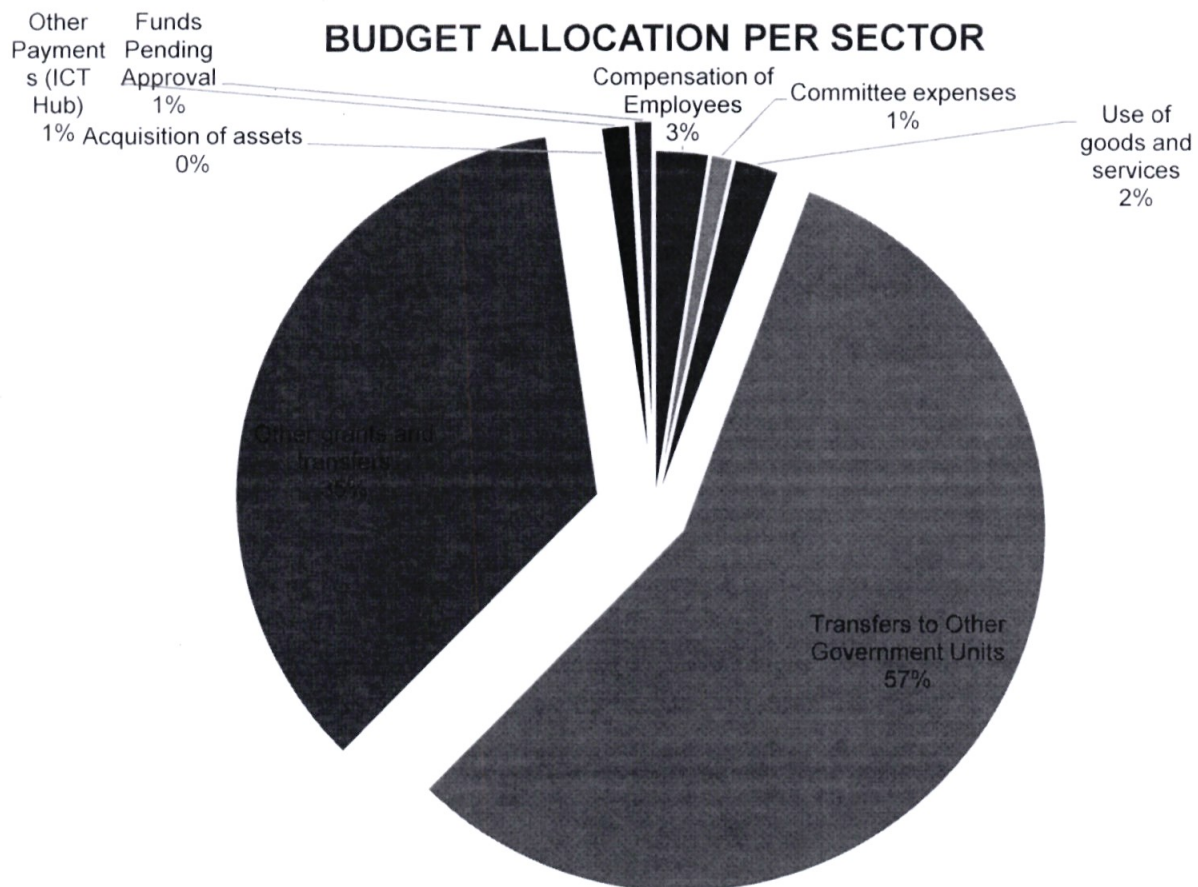
In the financial year 2024/2025 NG-CDF Cherangany budget performance against actual amounts for current year based on economic classification and programmes, was not very impressive due to untimely disbursement of funds to the constituency by the NG-CDF BOARD.

National Government Constituencies Development Fund (NGCDF)
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In the financial year ended June 30th, 2025, NG-CDF Cherangany had a cumulative approved budget of Kshs **359,870,036** and 83 percent of the budget was disbursed to the constituency by the NGCDF Board within the financial year.

The performance during the year is summarised as follows;

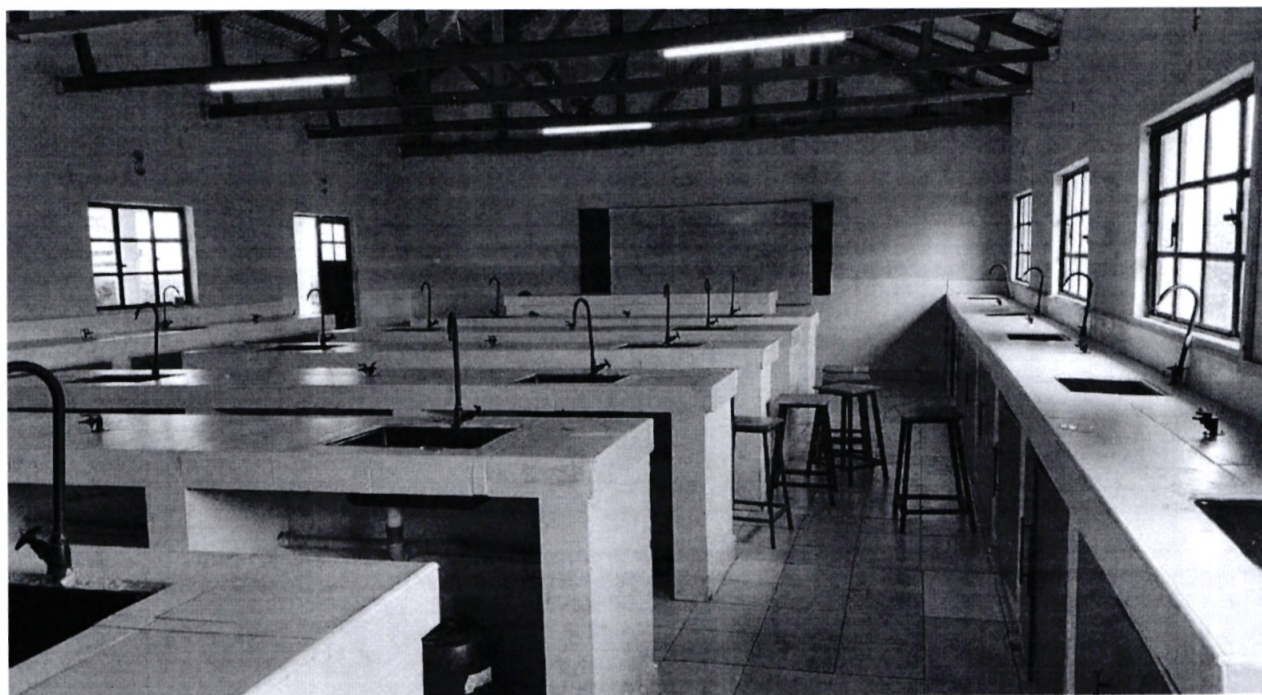
PAYMENTS	Final Budget	Total Expenditure
Compensation of Employees	8,913,378	5,346,130
Committee expenses	3,852,070	4,098,280
Use of goods and services	7,504,527	8,242,178
Transfers to Other Government Units	204,205,317	110,731,325
Other grants and transfers	127,176,042	115,872,848
Acquisition of assets	-	-
Other Payments (ICT Hub)	4,931,203	-
Funds Pending Approval	3,287,500	-
TOTAL	359,870,036	244,290,760



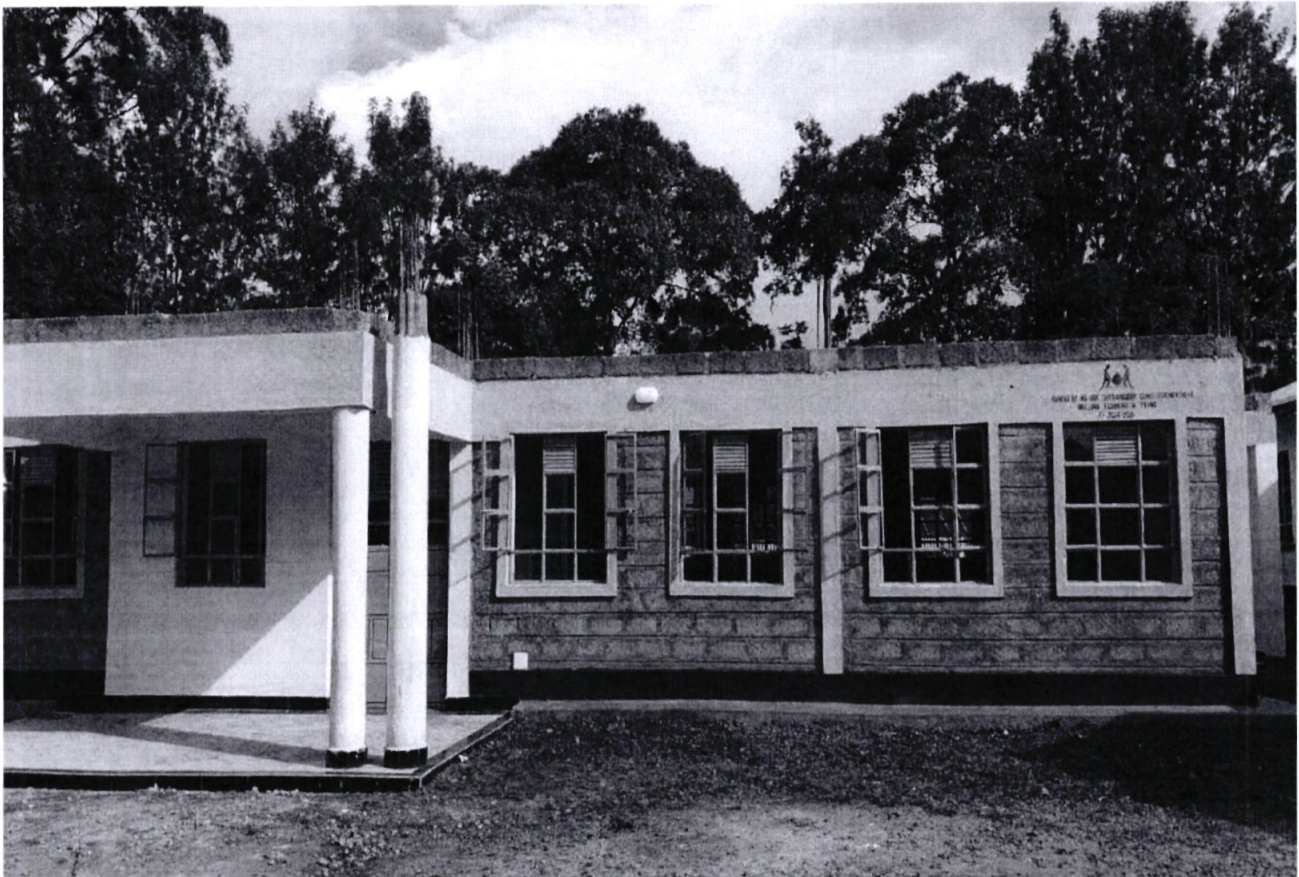
Herein attached are pictorials to depict successful projects undertaken during the year:



Kipsaina Police Post.



St. Paul's Sinoko Sec School: Construction to Completion of laboratory.



St. Paul's Sinoko Boys Sec School: Construction to Completion of Dormitory.

B). Emerging issues related to NG-CDF in Cherangany Constituency are:

- ❖ Education, Security, Environment, and schools access Roads sectors almost entirely depend on NG-CDF on infrastructure development.
- ❖ Prioritization of projects to fund is becoming more difficult due to the numerous high impacts and deserving projects being proposed by the residents.
- ❖ Increase in population is piling pressure on NG-CDF to allocate more funds to various development infrastructures and education bursaries to cater for the residents.
- ❖ There's a growing agitation and demand by the public on the fund to increase transparency and accountability in application of funds and infrastructure development to justify the continued allocation of public funds to the NG-CDF.

C). NG-CDF Implementation challenges in Cherangany Constituency are:

- ❖ Overdependence on the fund by the public and National government functions on all development related needs.
(To overcome this, NG-CDF Cherangany Committee employs public participation at the ward level in identification of priority projects for funding and bursary beneficiaries within the constituency).
- ❖ Funds disbursement from the board is untimely and unpredictable leading to delays in execution of budgets occasioning unnecessary budgetary adjustments and delays in the implementation of approved projects.
(NG-CDF Cherangany committee continues to work with the board to facilitate timely disbursement of funds and will endeavour to disburse funds to the project management committees (PMC`s) as soon as it receives).
- ❖ Many projects are allocated funds (thinly spread projects)- leading to projects receiving insufficient funds
(To overcome this challenge, NG-CDF Cherangany is focusing on allocating enough funds to complete the project within at most 2 years).

Moving forward NG-CDF Cherangany Committee remains steadfast in delivering on our mandate of transforming lives (maendeleo kwa wote) thus creating a better society for all.



.....
**Mr. Jackson Murage Kimotho
Chairman NGCDF Committee**

5. Statement of Performance Against Predetermined Objectives for FY2024/25

Introduction

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

The key development objectives of the **NGCDF Cherangany Constituency 2022-2027** plan are to:

1. To have all children of school going age attending school.
2. To foster a peaceful and secure constituency.
3. To establish a sustainable green constituency.
4. To address unexpected emergencies.

Progress on the attainment of Strategic development objectives.

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

Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school.	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions.	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels.	In FY 24/25 -we increased number of classrooms in Primary Schools by 31 classrooms, 4 administration blocks, 4 laboratories, 3 dining halls,1 dormitory and Pit Latrines by an extra 26 in various schools/institutions. - Bursary beneficiaries at all levels were approximately 6,451 in secondary schools and 1,257 in tertiary institutions.

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Security	To foster a peaceful and secure constituency.	-Develop and enhance provincial administration and other security. organs infrastructure to enhance service delivery.	-Number of usable physical infrastructure built in locations, sub locations and police stations.	In FY 24/25 NG- CDF Cherangany built one (1) chief's office, one (1) police commandant office in the constituency.
Climate change mitigation activities	To establish a sustainable green constituency.	-Equip schools and public facilities with sanitation facilities -Provide tree seedlings to schools to improve the forest cover	-Number of sanitation facilities built in primary and secondary -Number of trees planted	In FY 24/25 NG- CDF Cherangany installed water tanks to 30 schools and also increased number of trees planted where hundreds of tree seedlings were purchased, distributed and planted in various schools approximately 31,000 in number.
Emergency	To address unexpected emergencies.	-emergencies taken care of to ensure normal operations within institutions.	-Number of emergency cases taken care of	In FY 2024/25 NG- CDF Cherangany constructed 22 pit latrines, renovated education office and roofed burnt school dormitory.

6. Governance Statement

Introduction

The National Government Constituencies Development Fund Act 2015 (Amended 2016) in section 43(1), (2), (3) and 57(1) and its regulations, provides for establishment of National Government Constituency Development Committee (NG-CDFC) for every constituency. The officer of the board facilitated the process of nomination of the NG-CDFC for onward forwarding to the board for appointment through gazette notice.

In this regard section 5 and 6 of NG-CDF regulations provides for procedure for nomination of the five members of the NG-CDFC as outlined in section 43 (2) paragraph (b), (c), and (d) of the principal Act through a selection panel composed of:

- i. One person nominated by national Government official in charge of Sub County or designated representative who shall chair the panel.
- ii. Officer of the Board seconded to the constituency who is be the secretary of the selection panel.
- iii. Two persons one of either gender nominated by the constituency office (established under regulations made pursuant to the parliamentary service act).

Further the NG-CDF regulations requires that one to serve as member of the NG-CDF committee he or she must be (a) citizen of Kenya, (b) ordinarily resident voter of the constituency, (c) able to read and write and communicate in English and Kiswahili, (d) meet the chapter six requirements of the constitution, (e) available to participate in the activities of the constituency (f) for youth nominee he or she must have attained age of 18 years but below age of 35yrs and (g) for persons with disability nominee must be nominated by a registered group representing persons with disability within the constituency.

Appointment of NG-CDFC Members.

The NGCDF Regulation 2016 on appointment of NGCDFC members' states:

- (1) The members of a Constituency Committee provided for Appointment of under section 43 of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee vacancy in the Constituency Committee.
- (2) A vacancy shall occur in Constituency Committee upon commencement of a new parliamentary term; dissolution of a Constituency Committee; removal of a member of a Constituency committee; or the occurrence of a vacancy in a Constituency Committee.
- (3) Upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel.
- (4) The selection panel referred to in paragraph (1) shall consist of:
 - panel one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection.
 - the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and

- Two persons, one of either gender, nominated by the Constituency office.

(5) The officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.

(6) The selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants taking into account age, gender, special interest groups and regional balance in accordance with section the Act.

(7) The officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates together with the report of the selection panel.

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

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

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

(11) The Board shall, within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette.

1952 Kenya Subsidiary Legislation, 2016

The selection panel shall stand dissolved upon the appointment of the members.

Process.

To facilitate this, the selection panel invited interested and qualified members of the public for appointment to the NG-CDF committee. The panel invited through advertisement publicised in public offices notice boards and other public areas in the constituency.

Out of the total 12 applicants, the selection panel developed a shortlisting criterion which enabled picking of the nominees. Two additional nominees were proposed by Cherangany Constituency Office as per section 43 of the NG-CDF Act, 2015.

S/N	Name	Category representation	Ward
1.	Jackson Murage	Male (adult)	
2.	Edwin Wekesa	Male (youth)	
3.	Agnes Bulalo	Female (adult)	
4.	Mercy Kwamboka	Female (youth)	

Nominee of the body representing persons with disability

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S/N	Name	Nominating Organisation	Nature of physical Impairment	Ward
1.	Sammy Kisika	United Disabled Persons of Kenya	hearing Impairment	

Nominee of the constituency Office

S/N	Name	Category	occupation	Ward
1	David Olayo	Male	Businessman	
2	Euliter Barasa	Female	Businesswoman	

Upon further consultation with the panel and the constituency office, members agreed to recommend for co-option by the NG-CDF Board as per section 43 subsection 2(g) as

S/N	Name	Gender	Ward
1.	Sammy Bowen	Male	

The NG-CDFC members were gazetted on 21st May, 2025 via VOL.CXXVII-No.98. The members had their inaugural meeting on 16th June, 2025. The members went through the process electing the chairperson and the secretary of the committee. The following members were elected:

1. Chairperson position -Mr. Jackson Murage Kimotho elected as the Chairman to the committee.
2. Secretary position –Mr. Edwin Wekesa elected as the secretary to the committee.

During its first meeting, the Constituency Committee established sub-committees necessary for the proper performance of its functions in accordance with the guidelines issued by the Board. The subcommittee are as follows:

- i. Bursary sub committee
- ii. Complaints resolution committee.
- iii. Procurement Subcommittee.
- iv. Projects Monitoring and Evaluation subcommittee.

The following were appointed to the different committee:

i. Bursary committee

1. Mr. Sammy Bowen - Chairman
2. Mr. Jackson Murage Kimotho - Member
3. Mr. Edwin Wekesa -Member
4. Mrs. Euliter Barasa -Member

ii. Monitoring and Evaluation committee

1. Ms. Mercy Kwamboka. - Chairman
2. Mr. Jackson Murage Kimotho - Member
3. Mr. Edwin Wekesa - member
4. Mr. Sammy Bowen - Member

The chairman and the secretary are members of both committees. The DCCs are members of the complaints committee, while representative from the ministry of education office is also coopted to be in the Bursary committee.

The term of office for the members of the Constituency Committee is two years and will be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act.

Roles and functions of NG-CDFC.

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

- i. Convene public meetings in every ward in the constituency to deliberate on development matters.
- ii. Deliberate on project proposals and any other projects considered beneficial to the constituency.
- iii. List of projects to be submitted in accordance with the Act to be submitted to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.
- iv. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of project management committees and sensitize the Community on the operations of the Fund.
- v. Ensure that all projects receive adequate funding and are completed within three years.
- vi. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
- vii. Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act.
- viii. Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- ix. Enter into performance contracting with the Board on an annual basis.

Removal of NGCDFC Members

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

- (a) Lack of integrity;
- (b) Gross misconduct;
- (c) Embezzlement of public funds;
- (d) Bringing the committee into disrepute through unbecoming personal public conduct;

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Cherangany Constituency
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- (e) Promoting unethical practises;
- (f) Causing disharmony within the committee;
- (g) Physical or mental infirmity.

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

Training of NG-CDFC Members.

In the financial year 2024/2025 the NG-CDFC members for Cherangany constituency were trained on 29th June to 4th July 2025 in Eldoret. During the training, critical areas such as public finance, project planning, procurement, complaint management, performance management were covered to equip them with the prerequisite knowledge and skills to ensure effective and efficient management of NG-CDF Cherangany.

Number of meetings held.

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

During the financial year 2024/2025 the NG-CDFC Cherangany held fifteen meetings and two subcommittee meetings and the attendance was as follows:

S/N O.	NG-CDF COMMITTEE MEMBERS	JUL Y 30 ^T H	AUG 7 TH 20 24	SEP 3 RD 20 24	OCT 2 ND 20 24	NOV 3 RD 20 24	DEC 9 TH 20 24	JAN 23 ^R 20 25	FEB 13 ^T H 20 25	FEB 17 ^T H 20 25	MAR 28 TH 2025	APR 14 TH 2025	APR 16 TH 2025	MAY 11 TH 20 25	JUN 16 TH 2025	JUN 27 ^T H 2025
1	Jackson Murage Kimotho- Chairman										✓	✓	✓		✓	✓
2	Edwin Wekesa- Secretary										✓	✓	✓		✓	✓
3	Agnes Bulalo- Member										✓	✓	✓		✓	✓
4	Euliter Barasa- Member.										✓	✓	✓		✓	✓
5	Mercy Kwambo ka- Member										✓	✓	✓		✓	✓

Disclose policy on conflict of interest.

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

Members remuneration.

According to circular from NG-CDF Board, NG-CDFC members are not entitled to payment of salary. However, the chairperson of NG-CDFC is entitled to an allowance of seven thousand per meeting and all other members an allowance of five thousand per sitting. All NG-CDFC members should adhere to general ethics and code of conduct as stipulated in the NG-CDF Act.

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

Succession plan.

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

Ethics & conduct.

Members of NG-CDFC are required to observe the following ethical issues:

- i. Confidentiality- the NG-CDFC members have a responsibility to ensure confidentiality unless in situations required by law.
- ii. Honesty and integrity-NG-CDFC members have a duty to declare any private interest relating to their public duties and to take steps to resolve any conflict arising in a way that protects the public interest.
- iii. Leadership- NG-CDFC members should promote leadership in the constituency.

During the financial year 2024/2025 members of NG-CDFC Cherangany adhered to the above ethical issues.

Risk management.

Risk management has been integrated in the constituency operations through the following; training of the NG-CDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NG-CDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations, the Fund account manager avails himself with all the support and required resources to ensure that the identified risk does not hamper with the delivery of service.

Some of the risk mitigation strategies that NG-CDFC Cherangany has implemented include the following: Implementing audit findings and recommendations, adherence and compliance with NG-CDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NG-CDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

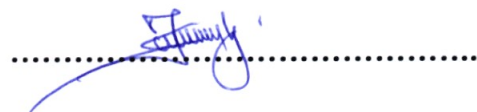
*National Government Constituencies Development Fund (NGCDF)
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7. Management Discussion and Analysis

The constituency received a total of Kshs **810,624,381** for the last five (5) years.

Table 1: Funds Allocation for the Last 5 Years

S/No.	Financial year	Allocation (Kshs)
1.	2020/2021	129,688,879
2.	2021/2022	132,634,879
3.	2022/2023	158,917,465
4.	2023/2024	191,997,008
5.	2024/2025	197,386,150
	Total	810,624,381



Mr. Joshua Bore
Fund Account Manager

8. Environmental and Sustainability Reporting

Cherangany NG- CDF 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. The Constituency has partnered with institutions of learning to ensure sustainability of the program.

1. Sustainability strategy and profile -

To ensure the sustainability of Cherangany Constituency, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Cherangany Constituency's 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 marginalized groups, including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars, Cherangany NGCDF has security as a priority area with the intention to provide a better working environment for the security providers within the constituency as well as 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 law enforcement agencies while collaborating with the community in trust on matters of security.
- c. **Climate change mitigation:** The Constituency acknowledges that all its operation has an impact on the environment. Cognizant of the Sustainable development goals, the Cherangany NG-CDF has allocated part of its budget to climate change mitigation activities such as afforestation, reforestation, grassroots sensitization, and tree seedling production.

2. Environmental performance

Environment policy and action plan.

Protection of the environment in which we live and operate is part of Cherangany NG-CDF mandate.

Care for the environment is one of key responsibilities and important aspect in the way in which we carry out our operations.

Challenges.

- Inadequate sewerage system.
- Increased plastic waste and wanton dumping of waste.

Intervention

- Awareness campaigns to sensitize the people
- Constituency by-laws prohibiting adhoc building of temporary houses.

Expected results

- Adequate water supply and sewerage system
- A clean & Organized constituency

Our Environmental policy

In this Policy Statement Cherangany NG-CDF Commits to: -

- Comply with relevant Environmental legislation, regulations and approved codes of practice.
- Developing our management process to ensure that environmental factors are considered during planning and implementation
- Managing and disposing of all wastage in a responsible manner.
- Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air and water.
- Seeking to keep wastage to a minimum and maximize the efficient use of material and resources.
- Regularly communicating our environmental performance to our employees and other significant stakeholders.
- Seeking to leverage our environmental impact by encouraging stakeholder to improve their environmental performance.

- Monitoring and continuously improving our environmental performance

Our Environmental action plan

Cherangany NG-CDF has identified four areas in which the management has direct or indirect Environmental impact, and where the management can implement initiatives to manage and reduce these impacts.

These areas are:

Impact Area	Approach
Pollution Control and Waste Management	<ul style="list-style-type: none"> • To ensure proper human waste disposal through construction of pit latrines • Septic and soak pit tanks, adequate water supply and sewerage system.
Conservation of Energy and Resources	<ul style="list-style-type: none"> • To maximize use of available technologies to remove the need to use of paper • To encourage our clients to engage with the management using electronic means where possible • To maximize on rain water harvesting • To make energy efficiency a key factor in the selection of any new energy devise being purchased • To invest in available energy saving technologies and devises within our existing premise.
Environmental protection and conservation	<ul style="list-style-type: none"> • To encourage tree planting in the constituency to improve the forest cover • To promote purchase and installation of fire extinguishers to aid in extinguishing and controlling fires.
Awareness campaigns	<ul style="list-style-type: none"> • Promote environmental awareness by sensitizing the constituents, NG-CDFC, PMCs and NG-CDFC Staff on good conservation practices.

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- NG- CDF Cherangany has constructed police stations to improve security in the constituency.

3. Employee welfare

We invest in providing the best working environment for our employees. Cherangany 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 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 coverage through a reliable insurance Scheme. Employees are encouraged and supported to build on their skills and knowledge continually. xxx 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 safety policy in compliance with the Occupational Safety and Health Act of 2007 (OSHA) and has ensured the work environment is conducive to everybody's movement and accessibility within the office, including PWDs. The Constituency has also put in place disaster-mitigating measures, including fire extinguishers and accessible escape routes in case of emergency.

4. Marketplace practices-

Cherangany Constituency is committed to fair and ethical market practices.

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 to lift them economically. Our ethical market practices ensure the fund gets value for money on all goods and services procured.

We are also committed to healthy relations with our suppliers, which are enhanced through organized sensitization forums on the procurement legal framework and ethical subject matters. We are dedicated to honoring 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 practices, including cordial Supply chain and supplier relations, by honoring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interests.

5. Community Engagements-

Cherangany Constituency has endeavored 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 community projects.

Public Participation in Project Identification, Implementation, and Monitoring

Cherangany Constituency deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituents, 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 NGCDF Board in accordance with the Act.


Public participation is a process that directly engages the concerned stakeholders in decision-making and fully considers public input.

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

Public Awareness

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

Cherangany Constituency has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.


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Mr. Joshua Bore
Fund Account Manager.

9. 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 by the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the NGCDF- Cherangany 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, 2025. This responsibility includes: Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; 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; Safeguarding the assets of the entity; Selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF- Cherangany Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Accrual 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, 2025, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Cherangany Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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


In preparing the financial statements, the Committee has assessed the Fund's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Committee that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The NGCDF- Cherangany Constituency financial statements were approved and signed by the Accounting Officer on 30th June 2025.


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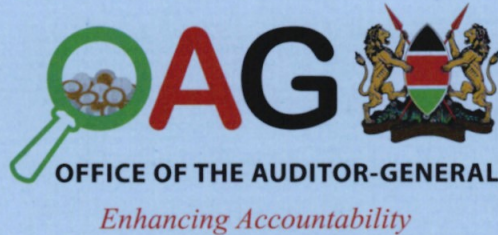
Mr. Jackson Murage Kimotho
Chairman – NGCDF Committee


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Mr. Joshua Bore
Fund Account Manager

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - CHERANGANY CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying transitional IPSAS financial statements of National Government Constituencies Development Fund - Cherangany Constituency set out on

Report of the Auditor-General on National Government Constituencies Development Fund - Cherangany Constituency for the year ended 30 June, 2025

pages 1 to 76, which comprise of the statement of financial position as at 30 June, 2025, the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts 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, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Cherangany Constituency as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33, as disclosed in Note 2 to the transitional IPSAS financial statements and comply with the National Government Constituencies Development Fund Act, 2015 (Amended 2023), the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts on comparable basis reflects final budget and actual amounts of Kshs.359,870,036 and Kshs.300,123,887 respectively resulting to under-funding of Kshs.59,746,150 or 17% of the budget.

Similarly, the Fund spent an amount of Kshs.244,290,760 against the actual receipts of Kshs.300,123,887 resulting to under-utilization of Kshs.55,833,127 or 19% of the receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the residents of Cherangany Constituency.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

1. Project Implementation Status

Review of the project implementation status report revealed that a total of eighty-eight (88) projects amounting to Kshs.196,740,008 were budgeted for during the year under review. However, only sixty-one (61) projects with a budget amount of Kshs.142,483,498 had been completed and in use while seven (7) projects with a total budget of Kshs.22,156,510 were ongoing. Further, twenty (20) projects with a total budget of Kshs.32,100,000 did not receive any funds from the board and were therefore not started.

In the circumstances, programs or activities were not implemented as planned and the Fund may fail to achieve the intended objective of improving service delivery to the public.

2. Unresolved Prior Year Matters

In the prior years' audit reports, several issues were raised under the Report on Lawfulness and Effectiveness in Use of Public Resources, and Effectiveness of Internal Controls, Risk Management and Governance respectively. Review of the status during audit of the Fund in 2024/2025 revealed that the following matters remained unresolved.

	Financial Year	Audit Issue
1	2023/2024	Budgetary Control and Performance
2	2023/2024	Project Implementation Status
3	2023/2024	Failure to return PMC bank balances to the Constituency Fund Account

Other Information

The Management is responsible for the Other Information set out on page iii to xxxiv which comprise of key entity information and management, the NGCDF Committee, chairman's report, governance statement, statement of performance against predetermined objectives management discussion and analysis, environmental and sustainability reporting and statement of management's responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Failure to Charge and Remit the Public Procurement Capacity Building Levy

The statement of financial performance reflects total payments of Kshs.243,715,888 out of which Kshs.3,748,501 was incurred in respect of procurable use of goods and services. However, review of procurement records revealed that there was no evidence of a capacity building levy being charged or remitted on procurement contracts signed during the year under review. This is contrary to Paragraph 3(1) of the Public Procurement Capacity Building Levy order, 2023 which requires all suppliers to pay a levy of 0.03% on all procurement contracts signed between the supplier and a procuring entity.

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

2. Outstanding Tax Arrears

Following a tax audit covering the five-year period from 2014-2018, National Government Constituencies Development Fund - Cherangany Constituency was assessed to have tax arrears amounting to Kshs.1,128,220 payable to Kenya Revenue Authority which had not been settled as at 30 June, 2025. Further, the tax liability was not disclosed in the financial statements.

In the circumstances, the Fund was in breach of the tax laws.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the effects of the matter described in the Basis for

Conclusion on the Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Lack of Internal Audit Reports

The Management of National Government Constituencies Development Fund - Cherangany Constituency did not provide internal audit reports for review. In addition, there were no audit committee minutes to show that the Committee deliberated on internal or external audit reports during the year.

In the circumstances, the effectiveness of internal controls and overall oversight without internal auditing could not be confirmed.

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 controls, risk management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the Management and those Charged with governance

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

In preparing the transitional IPSAS financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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 transitional IPSAS financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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


Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

11 December, 2025

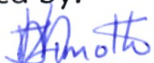
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11. Statement of Financial Performance for the Year Ended 30th June 2025

	Note	Period ended June 2025
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	197,386,150
Grants/donations from other entities	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	-
Total revenue		197,386,150
Expenses		
Employee costs	10	4,858,221
Committee expenses	11	4,098,280
Use of Goods and Services	12	8,155,214
Other Government Units Actual expenditure	13	110,731,325
Other Grants and Transfers Actual expenditure	14	115,872,848
Depreciation and amortization expense	15	-
Digital Hubs Actual expenditure	16	-
Total expenses		243,715,888
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		(46,329,738)

The Constituency financial statements were approved by the NGCDFC on 30th June, 2025

and signed by:


 Chairman NG-CDF
 Committee
 Mr. Jackson Murage
 Kimotho


 National Sub-County
 Accountant
 CPA Robert Kibet
 ICPAK M/No: 33364


 Fund Account Manager
 Mr. Joshua Kipsang' Bore

(Paragraph 79 of IPSAS 33 allows for the election by an MDA to present one statement of financial performance, one statement of cash flow, one statement of net assets and the statement of financial position, and an opening statement of financial position at the time of adoption of the accrual basis of accounting. In preparing this financial reporting template, this election has been made; therefore, there are no comparatives in the first year of transition.)

National Government Constituencies Development Fund (NGCDF)
Cherangany Constituency
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National Government Constituencies Development Fund (NGCDF)
 Cherangany Constituency
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12. Statement of Financial Position as at 30th June, 2025

	Note	Period as at June 2025	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	55,833,126	107,837,513
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	59,746,150	54,646,374
Prepayments	22	86,963	-
Total Current Assets		115,666,239	162,483,887
Non-Current Assets			
Property, Plant and Equipment	23	-	-
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		-	-
Total Assets (A)		115,666,239	162,483,887
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third-Party Deposits	27	-	-
Lease Liabilities	28	-	-
Gratuity provision	29	769,332	1,257,242
Total Current Liabilities		769,332	1,257,242
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		769,332	1,257,242
Net Assets (A-B)		114,896,907	161,226,645
Represented by:			
Revaluation Reserves		-	-


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Accumulated Surplus		114,896,907	161,226,645
Total Net Assets		114,896,907	161,226,645


The Constituency financial statements set out on pages 1 to 24 approved by NG CDFC on 30th June, 2025 and signed by:



 Chairman NG-CDF
 Committee
 Jackson Murage Kimotho



 National Sub-County
 Accountant
 CPA Robert Kibet
 ICPAK M/No: 33364



 Fund Account Manager
 Joshua Kipsang' Bore

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13. Statement of Changes in Net Assets for the year ended 30 June 2025

Description	Revaluation Reserves	Accumulated surplus/Deficit	Total
		Kshs	Kshs
Fund Balance as at 30th June 2024	-	91,547,120	91,547,120
Adjustments			
Recognition of Assets	-	70,936,767	70,936,767
Recognition of Liabilities	-	1,257,242	1,257,242
As at July 1, 2024	-	161,226,645	161,226,645
Surplus/(Deficit) For the Period	-	(46,329,738)	(46,329,738)
Revaluation Gain/Loss	-	-	-
As at June 30, 2025	-	114,896,908	114,896,908

Note:

1. For items that are not common in the financial statements, the Entity should include a note on what they relate to – either on the face of the statement of changes in equity/net assets or among the notes to the financial statements.
2. Prior year adjustment should have an elaborate note describing what the amounts relate to. In such instances, a restatement of the opening balances needs to be done.

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14. Statement of Cash Flows for The Year Ended 30th June 2025

	Notes	Period ended June 2025 Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		192,286,374
Grants/donations from other entities		-
Finance income		-
Miscellaneous income		-
Total Receipts		192,286,374
Payments		
Employee costs		5,346,130
Committee expenses		4,098,280
Use of Goods and Services		8,242,178
Other Government Units Certified Works		110,731,325
Other Grants and Transfers		115,872,848
Digital Hubs Expenses		-
Total Payments		244,290,760
Net Cash Flows from/ (used in) Operating Activities	30	(52,004,386)
Cash flows From Investing Activities		
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		-
Cash Flows from Financing Activities		
Lease payment		-
Net Cash Flows from Financing Activities		-
Net Changes in Cash & Cash Equivalents		(52,004,386)
Cash and cash equivalents at Period Start	19	107,837,513

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Cash and cash equivalents at Period End	19	55,833,126
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(PSASB has prescribed the direct method of cash flow preparation/ presentation for all entities under the IPSAS accrual basis of accounting.)

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15. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	B		C=(a+b)	d	e=(c-d)	f=d/c*100
	2024/2025	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024/2025	2024/2025		
Revenue							
Transfers From the NGCDF Board	197,386,150	107,837,512.51	54,646,374	359,870,036	300,123,887	59,746,150	83%
Grants/donations from other entities	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	-	-	
Totals	197,386,150	107,837,513	54,646,374	359,870,036	300,123,887	59,746,150	83%
Expenses							
Employee costs	5,183,400	3,729,978	-	8,913,378	5,346,130	3,567,248	60%

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Committee expenses	4,306,415	(454,345)	-	3,852,070	4,098,280	(246,210)	106%
Use of Goods and Services	8,124,939	(620,412)	-	7,504,527	8,242,178	(737,651)	110%
Other Government Units Certified Works	85,936,510	78,982,433	39,286,374	204,205,317	110,731,325	93,473,992	54%
Other Grants and Transfers	90,688,745	24,237,297	12,250,000	127,176,042	115,872,848	11,303,194	91%
Acquisition of Assets	-	-	-	-	-	-	-
Others(Digital Hubs Expenses)	3,146,142	1,785,061	-	4,931,203	-	4,931,203	0%
Funds Pending Approval**	-	177,500	3,110,000	3,287,500	-	3,287,500	0%
Total Expenditure	197,386,150	107,837,513	54,646,374	359,870,036	244,290,760	115,579,276	68%

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

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Explanatory Notes.

All underutilization below 90% was due to delay in disbursement of funds to the constituency by the NGCDF Board during the financial year under review.

Over utilization in Committee Expenses and Use of goods was due to under budgeting during the financial year.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	115,579,276
Less undisbursed funds receivable from the Board as at 30 th June 2025	59,746,150
Cash and Cash Equivalents at the end of the 30 th June 2025	55,833,126

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 30th June 2025 and signed by:



 Fund Account Manager

Joshua Kipsang' Bore



 National Sub-County Accountant

CPA Robert Kibet
 ICPAK M/No: **33364**



 Chairman NG-CDF Committee

Jackson Murage Kimotho

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16. Budget Execution by Sectors and Projects for The Year Ended 30th June 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	5,183,400	3,729,978		8,913,378	5,346,130	3,567,248
1.2 Committee allowances	1,831,415	1,403,762		3,235,177	1,831,415	1,403,762
1.3 Use of goods and services	4,828,354	(620,412)		4,207,942	4,207,942	-
Sub-total	11,843,169	4,513,328	-	16,356,497	11,385,487	4,971,010
2.0 Monitoring and evaluation						
2.1 Capacity building	-			-		-
2.2 Committee allowances	2,475,000	(1,858,107)		616,893	2,266,865	(1,649,972)
2.3 Use of goods and services	3,296,585			3,296,585	4,034,235	(737,651)
Sub-total	5,771,585	(1,858,107)	-	3,913,477	6,301,100	(2,387,623)
4.0 Emergency						
unutilized	10,388,745	5,443,701		15,832,446	7,092,127	8,740,319
				-		
Sub-total	10,388,745	5,443,701	-	15,832,446	7,092,127	8,740,319
5.0 Bursary and Social Security						
5.1 Primary Schools				-		-

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5.2 Secondary Schools	35,000,000	(2,512,310)	5,500,000	37,987,690	39,600,675	(1,612,985)
5.3 Tertiary Institutions	34,000,000	10,777,000	1,250,000	46,027,000	44,557,000	1,470,000
5.4 special needs	1,000,000	1,365,000		2,365,000	2,350,000	15,000
5.6 Social Security				-		-
Sub-total	70,000,000	9,629,690	6,750,000	86,379,690	86,507,675	(127,985)
7.0 Environment						
Kabolet Forest	7,500,000			7,500,000	7,500,000	-
Climate Change Mitigation		3,336,027	3,500,000	6,836,027	7,000,000	(163,973)
Sub-total	7,500,000	3,336,027	3,500,000	14,336,027	14,500,000	(163,973)
8.0 Constituency Sports Tournament						
Constituency Sports Tournament	-	-	-	-	-	-
Regional Sports Tournament	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-
8.0 Primary Schools Projects						
Bokoli primary school		1,758,795		1,758,795	1,674,005	84,791
Chepkoiyo Primary school		1,250,630		1,250,630	1,249,475	1,155
Ekegoro primary school		1,850,640		1,850,640	1,688,802	161,838
Huruma primary school		1,808,555		1,808,555	1,755,483	53,072
Kipsaina primary school		1,251,244		1,251,244	1,179,585	71,659
Kipsingori primary school		1,754,893		1,754,893	1,742,719	12,175
Makutano primary school		1,262,031		1,262,031	1,247,396	14,635
Ngonyek primary school		1,274,090		1,274,090	1,183,029	91,062
Nzoia Centre Primary school	730,000	1,291,450		2,021,450	1,267,735	753,715
Riwo primary school		1,389,094		1,389,094	1,111,819	277,275
Setek primary school		1,533,340		1,533,340	1,341,557	191,783
Sitatunga Primary school		1,250,000		1,250,000	1,413,417	(163,417)
Sitatunga Primary school		1,500,000		1,500,000	1,226,646	273,354

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Tumaini primary school		1,802,093		1,802,093	1,793,651	8,441
St Ann Visiwani Primary school		1,476,245		1,476,245	1,247,857	228,388
Kapsara Primary school		751,824		751,824	666,237	85,587
Kongoli Primary school		702,822		702,822	701,345	1,477
Sango Primary School	800,000	1,200,000	-	2,000,000	1,200,000	800,000
Noigam primary school	1,000,000	1,250,035		2,250,035	1,182,280	1,067,755
Tunen Primary school		1,250,000		1,250,000	1,265,947	(15,947)
Nyakinywa primary school		1,309,391		1,309,391	1,179,900	129,491
Chisare primary school	800,000	1,274,242		2,074,242	1,252,608	821,634
Ngorera Primary school		1,281,857		1,281,857	1,179,924	101,933
Chebarus primary school		610,863		610,863	1,246,083	(635,220)
Kesogon primary school		1,251,319		1,251,319	1,104,090	147,229
St Christophers Primary school		1,250,880		1,250,880	1,174,642	76,238
Sitatunga primary school		149,132	498,383	647,515	498,000	149,515
Baraka primary school		1,757,695		1,757,695	1,691,379	66,316
Kapsara primary school		1,250,000		1,250,000	1,210,518	39,483
Chepkaitit primary school		1,260,913		1,260,913	1,199,970	60,943
Cheptobot primary school		1,250,000		1,250,000	1,178,274	71,726
Mito mbili primary school		1,250,276		1,250,276	523,407	726,869
Kapsigilai primary school		2,501,282		2,501,282	2,411,514	89,768
Top Suwerwa Primary school		1,250,710		1,250,710	1,157,314	93,396
Tunen Primary school			348,383	348,383	348,000	383
Botwa Milimani Primary School	1,300,000	18,800	-	1,318,800		1,318,800
Botwa Primary School		-	1,400,000	1,400,000	1,400,000	
Kongasis Primary school	6,000,000	1,113,704	5,000,000	12,113,704	969,517	11,144,187
sibanga Primary school	6,000,000		5,000,000	11,000,000	11,115	10,988,885
Mwiruti Primary school		774,345		774,345	122,293	652,052
Kabolet primary school		553,295		553,295		553,295

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Kuriot primary school	2,200,000		-	2,200,000		2,200,000
Marura primary school	1,200,000		-	1,200,000		1,200,000
Kiriita primary school	1,600,000		-	1,600,000		1,600,000
Bata Muhiu Primary School	500,000	1,204,537	-	1,704,537		1,704,537
Yuya Primary School	1,600,000		-	1,600,000		1,600,000
Hututu Primary School	1,500,000		-	1,500,000		1,500,000
Sinoko Bahati Primary	1,250,000		-	1,250,000		1,250,000
Bwake Primary School	800,000		-	800,000		800,000
Kahuho Primary School	2,500,000		-	2,500,000		2,500,000
Kahuho Primary School	500,000	1,200,000	-	1,700,000		1,700,000
Sango Primary School	500,000		-	500,000		500,000
saiwa primary school	1,500,000			1,500,000		1,500,000
St Marys Kibuswa Primary school	400,000	500,000		900,000		900,000
Velos primary school		430,409		430,409	404,712	25,697
Bororiet primary school		8,417		8,417		8,417
Kemeloi Primary school		2,767		2,767		2,767
Surungai Primary school		2,306		2,306		2,306
Tulon primary school		36,372		36,372	36,000	372
Cheptiret Primary school		101,657		101,657		101,657
Benon Primary school		299,160		299,160	283,308	15,852
Tarakwa primary school		2,137		2,137		2,137
Loima primary school		5,095		5,095		5,095
Simatwet primary school		2,917		2,917		2,917
Kamatony Primary school		33,478		33,478		33,478
Springer primary school		62,646		62,646	59,951	2,695
Perkera primary school		7,762		7,762		7,762
Kuriot primary school		6,122		6,122		6,122
Kiptenden primary school		973		973		973

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Kaplamai primary school		3,060		3,060		3,060
Kapchepsir primary school		64,835		64,835	50,112	14,723
Kiptoror primary school		1,658		1,658		1,658
Ereng Kaplemur primary school		66,023		66,023	59,363	6,660
Kiboino primary school		66,226		66,226		66,226
Marura primary school		15,788		15,788		15,788
Kapkongor primary school		306,899		306,899	300,255	6,644
Kapchemakwer primary school		467		467		467
Kiriita primary school		25,476		25,476		25,476
Mwanga primary school		1,107		1,107		1,107
Taito Primary School		16,103		16,103		16,103
Yuya Primary School		23,370		23,370	23,558	(188)
Karara Primary School		1,159		1,159		1,159
Mukuyu Primary School		15,675		15,675		15,675
ST. Peters Tumaini Primary School		21,337		21,337		21,337
Biribiriet Primary School		1,114		1,114		1,114
Wiyeta Primary School		59,371		59,371	59,069	303
Amani Primary School		558		558		558
Keboye Primary School		1,192		1,192		1,192
Eronge Primary School		894		894		894
Koibarak Primary School		240,296		240,296	212,693	27,603
Bonde Primary School		817		817		817
Chepsiro Primary School		1,014		1,014		1,014
Kapyemit Primary School		5,620		5,620		5,620
Tuigoin Primary School		3,559		3,559		3,559
ST Michael Moiben Primary		445		445		445
Kapsirowa Primary School		397		397		397
Cherangany Primary School		11,804		11,804		11,804

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Hututu Primary School		490		490		490
Chepkaos Primary School		7,645		7,645	6,845	800
Barmalel Primary School		1,074		1,074		1,074
Sinoko Bahati Primary		89,442		89,442		89,442
Motosiet Primary School		18,181		18,181		18,181
Sinyereri Primary School		24,776		24,776		24,776
Sinoko Primary School		538,415		538,415	536,850	1,565
Munyaka Primary School		700,669		700,669	662,125	38,544
Mosombor Primary School		6,772		6,772		6,772
Milima Primary school		2,791		2,791		2,791
Bahati Primary school		223		223		223
Sosiot Primary school		93		93		93
AIC Kimoson primary school		2,692		2,692		2,692
Sitamani Primary school		24,539		24,539	23,744	795
Murkuywo primary school		1,642		1,642		1,642
Osorongai Primary school		2,129		2,129		2,129
Kapkarwa Primary school		36,622		36,622		36,622
Leltangat Primary school		1,701		1,701		1,701
Mwaita Primary school		5,935		5,935		5,935
			-	-		-
Sub-total	32,680,000	54,045,322	12,246,766	98,972,088	48,716,111	50,255,977
9.0 Secondary Schools Projects (List all the Projects)						
Milima Secondary school	1,700,000	1,209,576	-	2,909,576	1,194,248	1,715,328
St Pauls Kiriita Secondary school		2,000,000		2,000,000	1,973,991	26,009
Chepkoiyo Secondary school		1,350,000		1,350,000	1,317,374	32,626
Friends Bwake Girls sec school		1,500,000		1,500,000	1,902,308	(402,308)
Friends Bonde Secondary school	4,256,510	2,500,000		6,756,510	1,344,766	5,411,744

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Sibanga Secondary school		500,000		500,000	500,173	(173)
Kenya Coach Industries Limited(Hutut Girls,Kapsirowa Sec,St Charles Lwanga)		5,247,292	24,039,608	29,286,900	29,286,900	-
Immaculate Girls Mukuyu	2,500,000		2,500,000	5,000,000	4,686,671	313,330
Noigam Secondary School				-		-
Immaculate Girls Mukuyu	10,000,000			10,000,000	5,000,000	5,000,000
Immaculate Girls Mukuyu				-		-
St Patricks Kipsaina sec school	10,000,000			10,000,000	5,000,000	5,000,000
Noigam Secondary School	10,000,000			10,000,000	5,000,000	5,000,000
St Patricks Kipsaina sec school				-		-
St Michael Bahati secondary school	1,250,000		-	1,250,000	-	1,250,000
Bahati Secondary School		1,750,000		1,750,000		1,750,000
Kapsirowa secondary school				-		-
Chisare Secondary School	1,000,000			1,000,000	-	1,000,000
ST. Peters Nyakinywa Secondary School				-	143	(143)
Kesogon Mixed Secondary	4,000,000		-	4,000,000	-	4,000,000
Bishop Crowley High School –Baraka	1,400,000		-	1,400,000	-	1,400,000
Geta Secondary School	650,000			650,000		650,000
Kiptenden Secondary School		500,000		500,000	-	500,000
AIC Top Suwerwa Mixed Secondary School	700,000	1,500,000		2,200,000		2,200,000
Hututu Friends Girls Secondary School	500,000		-	500,000		500,000
St Christophers Boys Secondary	2,000,000		-	2,000,000	-	2,000,000
Geta Secondary School	2,100,000		-	2,100,000	-	2,100,000
Immaculate conception boys mukuyu	1,200,000			1,200,000		1,200,000
Milima Secondary school		4,042		4,042		4,042
St Pauls Kiriita Secondary school		36,449		36,449		36,449
Chepkoiyo Secondary school		52,967		52,967		52,967

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Friends Bwake Girls sec school		519,106		519,106		519,106
Friends Bonde Secondary school		87,823		87,823		87,823
Sibanga Secondary school		6,925		6,925		6,925
Immcaulate Girls Mukuyu		199,514		199,514		199,514
Kapsara Secondary school		60,461	500,000	560,461		560,461
Noigam Secondary School		570		570		570
St Patricks Kipsaina sec school		1,746		1,746		1,746
Amani secondary school		558		558		558
Saiwa secondary school		1,420		1,420		1,420
St Michael Bahati secondary school		8,461		8,461		8,461
AIC Biribiriet secondary school		1,644		1,644		1,644
St Augustine Munyaka secondary		18,348		18,348		18,348
Friends Michai secondary school		5,493		5,493		5,493
St Lukes Taito secondary school		1,755		1,755		1,755
Motosiet secondary school		1,812		1,812		1,812
St Peters Girls Mito Mbili		948		948		948
AIC Tuigoin secondary school		8,003		8,003		8,003
AIC Nyasiland secondary school		23,975		23,975		23,975
Tarakwa secondary school		323		323		323
Benon secondary school		7,174		7,174		7,174
Kapsirowa secondary school		1,252,004		1,252,004	1,190,464	61,540
UPEC Osorongai girls		3,375		3,375		3,375
St Francis Girls Suwerwa		2,251		2,251		2,251
SDA Moige Secondary school		16,582		16,582		16,582
St Marks Girls Cherangany		670		670		670
Mateket Secondary school		31,925		31,925		31,925
Immaculate conception Kemeloi		903,261		903,261	855,668	47,593
St Christopher's Girls secondary		9,265		9,265		9,265

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Chisare Secondary School		200,197		200,197		200,197
ST. Peters Nyakinywa Secondary School		143		143		143
Moi High School Kaplamai		3,898		3,898		3,898
Ekegoro Secondary School		21,974		21,974		21,974
Kesogon Mixed Secondary		1,507		1,507		1,507
Wiyeta Girls Secondary School		183,156		183,156		183,156
ST Teresa's Secondary School- Sinyereri		1,425		1,425		1,425
Bishop Crowley High School –Baraka		3,023		3,023		3,023
Geta Secondary School		2,188,771		2,188,771	2,131,812	56,959
ST Ignatius Kapkarwa High School		1,342		1,342		1,342
Kiptenden Secondary School		88		88		88
AIC Top Suwerwa Mixed Secondary School		70,729		70,729	58,115	12,614
Hututu Friends Girls Secondary School		601,010		601,010	572,583	28,428
ST Mary's Secondary School- Kipsingori		156,784		156,784		156,784
ST.Thomas Secondary School - Kongoli		27,822		27,822		27,822
A I C Kipkeikei Boys High School		255		255		255
Seum Secondary School		7,311		7,311		7,311
Yuya Secondary School		894		894		894
Chepsiro secondary		4,375		4,375		4,375
Nzoia Center Secondary school		10,508		10,508		10,508
St Christophers Boys Secondary		4,718		4,718		4,718
St Charles Lwanga Secondary school		709		709		709
St Francis Boys Suwerwa		1,885		1,885		1,885
Makutano secondary school		24,263		24,263		24,263

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St Joseph's Mixed Secondary School- Cheptil		20,315		20,315		20,315
AIC Ngonyek Secondary School		73,942		73,942		73,942
			-	-	-	-
Sub-total	53,256,510	24,936,756	27,039,608	105,232,874	62,015,214	43,217,660
10.0 Tertiary institutions Projects (List all the Projects)						
Cherangany KMTC		-		-		-
Cherangany TTI		355		355		355
Sub-total	-	355	-	355	-	355
11.0 Security Projects				-		
Benon Chiefs Office		1,521,997		1,521,997	1,495,173	26,824
Kipsaina Police Post		1,000,000	-	1,000,000	1,532,715	(532,715)
Kirita Chief's Office		1,000,000		1,000,000		1,000,000
Trans Nzoia Critical Infrastructure Protection Unit (CIPU) Office		200,000		200,000		200,000
Critical infrastructure protection unit		700,000		700,000		700,000
Milimani AP Camp		300,000		300,000		300,000
Kachibora AP Headquarters		300,000		300,000		300,000
DCC Office		400,000		400,000		400,000
Assitant Chiefs Office Kiriita	800,000		-	800,000	615,060	184,940
Trans Nzoia East County police Hqt	2,000,000	455	2,000,000	4,000,455	3,924,098	76,357
Trans Nzoia East AP Housing		7,116		7,116	206,000	(198,884)
Kahuho AP Camp		22,737		22,737		22,737
Bonde AP Camp		30		30		30
Kabolet Police Post		210		210		210
Assistant County Commissioner Cherangany		343		343		343

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Kipsingori A.P. Camp		3,917		3,917		3,917
Michai Chiefs Office		7,795		7,795		7,795
Geta Assistant Chief Office		350,094		350,094		350,094
Kapkarwa Assistant Chief Office		254		254		254
Chepsiro AP Camp		735		735		735
Kapsara Patrol base		2,785		2,785		2,785
Assistant Chief's Office Biribiriet		1,620		1,620		1,620
Assistant County Commissioner Chebarus		355		355		355
Cheptobot AP Camp		5		5		5
Kachibora Police Station		75		75		75
Bahati AP Camp		2		2		2
Kesogon Police Patrol Base		355		355		355
DCIO Trans Nzoia East SubCounty		7,000		7,000		7,000
				-		
Sub-total	2,800,000	5,827,879	2,000,000	10,627,879	7,773,046	2,854,833
12.0 Acquisition of assets						
NG-CDF Office			-	-		-
11.1 Motor Vehicles (including motorbikes)		-		-		-
11.3 Purchase of furniture and equipment				-		-
11.4 Purchase of computers				-		-
Sub-total	-	-	-	-	-	-
13.0 Others						
ICT Hub		700,000	-	700,000		700,000
Cherangany Youth Talent		930		930		930
Cherangany NG-CDF Strategic Plan		116,000	-	116,000		116,000
Cherangany NG-CDF Office	496,142	968,072		1,464,214	-	1,464,214

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Deputy County Commissioner's Office Trans Nzoia East Sub Couty Digital Hub	2,650,000		-	2,650,000		2,650,000
Leltanga NO 4 Foot bridge		59		59		59
Sub-total	3,146,142	1,785,061	-	4,931,203	-	4,931,203
Funds pending approval**				-		-
unapproved projects		-	3,110,000	3,110,000		3,110,000
AiA	-	177,500		177,500		177,500
Sub-total	-	177,500	3,110,000	3,287,500	-	3,287,500
Total	197,386,150	107,837,513	54,646,374	359,870,036	244,290,760	115,579,276

(NB: This statement is a disclosure statement indicating the utilization in the same format as the entity's budgets which are program-based. This statement totals should tie to the totals of the Statement of Comparison of Budget and Actual Amounts)

17. Notes to the Financial Statements

1. General information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established by and derives its authority and accountability from the NG-CDF Act 2015 (amended 2023). The NG-CDF is wholly owned by the Government of Kenya and is domiciled in Kenya. The NG-CDF Cherangany Constituency principal activity is to undertake development of National government functions within the constituency.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgment in the process of applying the NG-CDF's accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 5 of these financial statements.

The financial statements have been prepared in accordance with the Public Finance Management (PFM) Act and the NG-CDF Cherangany has taken advantage of the transitional provisions under IPSAS 33 and adopted a phased approach. Accordingly, this is the first transitional financial statement.

The NG-CDF Cherangany has recognized all financial assets, including cash and cash equivalents held in the operational account, deposit account, and PMC bank accounts; receivables (amounts due from the Board and other parties); prepayments; property, plant, and equipment (PPE); and intangible assets acquired during the financial year 2023/2024 up to the reporting date.

Liabilities recognized include trade and other payables, third-party deposits, and gratuity provisions.

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The recognition of all other non-financial assets acquired prior to the 2023/2024 financial year will be undertaken in the third year of the transition period, after the necessary identification and valuation processes have been completed.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the NG-CDF. The financial statements have been prepared in accordance with the PFM Act, the NGCDF Act and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. Adoption of New and Revised Standards

- i.* New and amended standards and interpretations in issue effective in the year ended 30 June 2025.

There were no new and amended standards issued in the financial year.

- ii.* New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024.

Standard	Effective date and impact:
IPSAS 43: Leases	<p>Applicable 1st January 2025</p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of an Entity.</p> <p>The new standard requires entities to recognize, measure and present information on right of use assets and lease liabilities.</p> <p>This IPSAS is not applicable to the constituency.</p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p>Applicable 1st January 2025</p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p>This IPSAS is not applicable to the constituency.</p>

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<p>IPSAS 45: Property Plant and Equipment</p>	<p>Applicable 1st January 2025</p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognized as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p>This IPSAS is applicable from 1st July 2025 to the constituency.</p>
<p>IPSAS 46: Measurement</p>	<p>Applicable 1st January 2025</p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p>This IPSAS is not applicable to the constituency.</p>
<p>IPSAS 47: Revenue</p>	<p>Applicable 1st January 2026</p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue</p>

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	<p>under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p>This IPSAS is not applicable to the constituency.</p>
<p>IPSAS 48: Transfer Expenses</p>	<p>Applicable 1st January 2026</p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p>This IPSAS is not applicable to the constituency.</p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p>Applicable 1st January 2026</p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p>This IPSAS is not applicable to the constituency.</p>
<p>IPSAS 50: Exploration For & Evaluation of Mineral Resources</p>	<p>Applicable 1st January 2027</p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <p>This IPSAS is not applicable to the constituency.</p>

iii. Early adoption of standards

The Entity did not early – adopt any new or amended standards in the financial year.

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the Fund and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realized in the statement of financial performance upon fulfilling the conditions set. Revenue shall be recognized after allocations have been approved by the NG-CDF Board.

ii) Revenue from exchange transactions

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably, and it is probable that the economic benefits or service potential associated with the transaction will flow to the Entity.

Interest income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

Rental income

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

b) Budget information

The original budget was approved by Parliament on 30th June 2024 for the period 1st July 2024 to 30th June 2025 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 final budget for the financial year under review has been included in the financial statements.

The financial statements are prepared on an accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 15 of these financial statements.

c) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

d) Leases

Finance leases are leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item to the Entity. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The Entity also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Entity will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Entity. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

e) Intangible assets

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite. Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

f) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The entity does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. (amend as appropriate). A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

a) Financial assets

Classification of financial assets

The entity classifies its financial assets as subsequently measured at amortized cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the entity's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through net assets/ equity

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

Trade and other receivables

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end.

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in Note 18

b) Financial liabilities

Classification

The entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

g) Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition. Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

- i) Raw materials: purchase cost using the weighted average cost method.
- ii) Finished goods and work in progress: cost of direct materials and labor and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current

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replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Entity.

h) Provisions

Provisions are recognized when the Entity has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Entity expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement

i) Social Benefits

Social benefits are cash transfers provided to i) specific individuals and / or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The entity recognizes a social benefit as an expense for the social benefit scheme at the same time that it recognizes a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the entity will incur in fulfilling the present obligations represented by the liability.

j) Contingent liabilities

The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

k) Contingent assets

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future

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events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

l) Employee benefits

Retirement benefit plans

The Entity provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an Entity pays fixed contributions into a separate Entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

m) Foreign currency transactions

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. Trade creditors or debtors denominated in foreign currency are reported at the statement of financial position reporting date by applying the exchange rate on that date. Exchange differences arising from the settlement of creditors, or from the reporting of creditors at rates different from those at which they were initially recorded during the period, are recognized as income or expenses in the period in which they arise.

n) Related parties

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.

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) 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 June 30, 2025.

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Entity's financial statements in conformity with IPSAS requires management to make judgments, estimates, and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods. State all judgments, estimates, and assumptions made:

Estimates and assumptions.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

Useful lives and residual value

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

- a) The condition of the asset is based on the assessment of experts employed by the Entity.
- b) The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- c) The nature of the processes in which the asset is deployed.
- d) Availability of funding to replace the asset.
- e) Changes in the market in relation to the asset

Provisions

Provisions were raised and management determined an estimate based on the information available. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

(include provisions applicable for your organization e.g. provision for bad debts, provisions of obsolete stocks and how management estimates these provisions).

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6. Transfers from the NGCDF Board

Description	Period ended June 2025
NGCDFB Transfers (Allocation for the FY)	197,386,150
TOTAL	197,386,150

7. Transfers from domestic and foreign partners

Description	2024/2025
	Kshs
Grants	-
Total	-

8. Finance income

Description	2024/2025
	Kshs
Interest Income on Bank Deposits	-
Total	-

(Provide a brief explanation for this revenue)

9. Miscellaneous income

	2024/2025
	Kshs
Rental Income	-
Income from sale of tenders	-
Hire of plant/equipment/facilities	-
Other Income Not Classified Elsewhere (specify)	-
Total	-

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10. Employees cost

Description	Period ended June 2025
	Kshs
NG-CDFC Basic staff salaries	3,039,186
Personal allowances paid as part of salary	-
House Allowance	387,000
Transport Allowance	-
Leave allowance	40,000
Gratuity to contractual employees	848,306
Employer Contributions Compulsory national social security schemes	434,880
Employer Contributions Compulsory Housing levy	108,849
Employer contributions to National Industrial Training Authority	-
Other Specify	-
Total	4,858,221

11. Committee Expenses

	2024/2025
	Kshs
Sitting allowance	4,048,280
Other Committee expenses	50,000
Total	4,098,280

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12. Use of Goods and services

	2024/2025
	Kshs
Utilities, supplies and services	68,994
Communication, supplies and services	20,000
Domestic travel and subsistence	3,428,000
Printing, advertising and information supplies & services	-
Office Rent	-
Training expenses	-
Hospitality supplies and services	608,359
Insurance costs	48,685
Specialized materials and services	-
Office and general supplies and services	1,206,096
Fuel, oil & lubricants	800,000
Bank charges	370,354
Routine maintenance – vehicles and other transport equipment	204,850
Routine maintenance – other assets	-
Strategic plan expenses	-
Other operating expenses	1,399,877
Total	8,155,214

13. Other Government Units Actual expenditure

Description	2024/2025
	Kshs
Primary Schools Actual expenditure	48,716,111
Secondary Schools Actual expenditure	62,015,214
Tertiary Institutions Actual expenditure	-
Total	110,731,325

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14. Other Grants and transfers Actual expenditure

	2024/2025
	Kshs
Bursary – secondary schools	39,600,675
Bursary – tertiary institutions	44,557,000
Bursary – special schools	2,350,000
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual expenditure	7,773,046
Climate change mitigation projects	14,500,000
Emergency projects Actual expenditure	7,092,127
Roads projects Actual expenditure	-
Others specify	-
Total	115,872,848

15. Depreciation and Amortization Expenses

Description	2024/2025
	Kshs
Property Plant and Equipment	-
Intangible Assets	-
Total	-

16. Digital Hubs Expenses

Description	2024/2025
	Kshs
Construction/ renovation/ Actual expenditure	-
Digital Hub utility costs Water, Electricity,	-
Maintenance of ICT equipment	-
Maintenance of building	-
Others (specify)	-
Total	-

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17. Gain/loss on Sale of Assets

Description	2024/2025
	Kshs
Property, Plant and Equipment	-
Intangible Assets	-
Total Gain/loss on Sale of Assets	-

(Provide brief explanation on gains on sale of fixed assets)

18. Impairment Loss

Description	2024/2025
	Kshs
Property, Plant and Equipment	-
Intangible Assets	-
(Include financial instruments that are impaired)	-
Total Impairment Loss	-

(Provide brief explanation on assets impairment loss)

19. Cash and Cash Equivalents

Name Of Bank and Account No.	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
Cooperative Bank, Account No. 01120097045800 (Operations account)	13,683,835	91,547,120
Operations account pending closure (Indicate name & account no.)	-	-
Cooperative Bank, account No. 01101649715001 (Deposit account)	769,332	-
Sidian Bank, account No.(Various as per annex 2) (PMC accounts)	41,379,959	16,290,393
Total	55,833,126	107,837,513
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations (Specify)	-	-

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Total	-	-
[Provide Cash Count Certificates for Each]		

(A schedule of all reconciled PMC bank balances as at the end of the period is Annexed)

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20. Receivables from Exchange Transactions

Description	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Total receivables		
Other exchange debtors (Specify)	-	-
Less: impairment allowance	-	-
Total receivables	-	-
a. Current receivables	-	-
b. Non-current receivables	-	-
Total Receivables (a+b)	-	-

(Entity to state the expected credit loss rates for various categories of its receivables. The entity should also disclose how ECL was arrived at in line with provisions of IPSAS 41.)

i. Ageing Analysis for Receivables

Description	2024/2025		Opening Statement 1 st July 2024	
	2024/2025	% of the total	Opening Balance	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (a+b)	-	%	-	%

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21. Receivables from Non-Exchange Transactions

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Transfers from NGCDFB	59,746,150		54,646,374	
Outstanding imprest	-		-	
Total	59,746,150		54,646,374	
Ageing Analysis- Receivables from non-exchange transactions	2024/2025	% of the total	Opening Balance	% of the total
Less than 1 year	59,746,150	100%	54,646,374	100%
Between 1-2 years		%		%
Over 3 years		%		%
Total	59,746,150	100%	54,646,374	100%

22. Prepayments

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Prepaid Rent	-		-	
Prepaid Insurance	86,963		-	
Prepaid Electricity Costs	-		-	
Other Prepayments (Specify)	-		-	
Total	86,963		-	

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23. Property, Plant and Equipment

	Land	Buildings	Motor vehicles	Furniture and fittings	Computers & ICT Equipment	Other Assets (specify)	Capital Work in progress	Total
Depreciation Rate(specify)		2%	25%	12.5%	30%	x%		
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1st July 2024	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	-	-	-
Depreciation And Impairment								
Opening Depreciation	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
As At 30th June 20xx	-	-	-	-	-	-	-	-
Net Book Values	-	-	-	-	-	-	-	-
Opening Bal as at 1st July 20xx	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	-	-	-

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Valuation

Land and buildings/ Equipment (be specific) were valued by in line with the National Assets and Liabilities Management Policy and Guidelines (Issued 30th June 2020). These amounts were not adopted on

22 b) Property, Plant and Equipment at Cost

If the freehold land, buildings and other assets were stated on the historical cost basis the amounts would be as follows:

	Cost Kshs	Accumulated Depreciation Kshs	NBV Kshs
Land	-	-	-
Buildings	-	-	-
Plant And Machinery	-	-	-
Motor Vehicles, Including Motorcycles	-	-	-
Computers And Related Equipment	-	-	-
Office Equipment, Furniture, And Fittings	-	-	-
Total	-	-	-

Property plant and Equipment includes the following assets that are fully depreciated:

	Cost or valuation	Normal annual depreciation charge
Plant and Machinery	-	-
Motor Vehicles including Motorcycles	-	-
Computers and Related Equipment	-	-
Office Equipment, Furniture and Fittings	-	-
Total	-	-

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24. Intangible Assets

Description	2024/2025
	Kshs
Cost	
Opening balance at 1 st July 2024	-
Additions	-
Disposal	-
At end of the 2025	-
Amortization and impairment	
At beginning of the year	-
Amortization	-
At end of the year	-
Impairment loss	-
At end of the year	-
NBV at July 1st 2024	-
NBV at June 30th 2025	-

25. Right-of use assets

Description	Buildings	Plant	Equipment	Total
	Kshs	Kshs	Kshs	Kshs
Cost				
As At 1 July 2023	-	-	-	-
Additions	-	-	-	-
As At 30 June 2024	-	-	-	-
Additions	-	-	-	-
As At 30 June 2025	-	-	-	-
Accumulated Depreciation				
As At 1 July 2023	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2024	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2025	-	-	-	-
Carrying Amount				
As At 30 June 2025	-	-	-	-
As At 30 June 2024.	-	-	-	-

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26. Trade and Other Payables

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Trade payables	-		-	
Employee payables	-		-	
Other payables	-		-	
Total trade and other payables	-		-	
Aging analysis: (Trade and other payables)	2024/2025	% of the Total	1st July 2024	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (tie to above total)	-		-	

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27. Third-Party deposits

	2024/2025
	Kshs
Retention as at start of the period (A)	-
Retention held during the period (B)	1,000,376
Retention paid during the Year (C)	1,000,376
Closing Retention as at 30th June 2025 D= A+B-C	-

Retentions aging analysis.

	2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-		-	

(The total above should be equal to the closing retention)

28. Lease Liabilities

Description	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Balance at the beginning of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	-	-
At end of the year	-	-

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Maturity Analysis

Period	Amount
Year 1	-
Year 2	-
Year 3	-
Year 4	-
Year 5 and onwards	-
Less: unearned Interest	-
	-

Analysed as:

Description	Amount
Current	-
Non- Current	-
Total	-

29. Gratuity Provision

Description	2024/2025
	Kshs
Gratuity at the beginning of the year 1 st of July 2024	1,257,242
Gratuity held during the year	848,306
Gratuity paid during the year	1,336,215
Total Gratuity Provision 30th June 2025 (A+B-C)	769,332

30. Cash Generated from Operations

	2024/2025
	Kshs
Surplus/Deficit for the year	(46,329,738)
Adjusted for:	
Depreciation	-
Impairment	-
Gains and losses on disposal of assets	-
Working capital adjustments	
Increase/decrease in receivables	5,186,739
Changes in Third party deposits	-
Changes in gratuity provision	487,910
Increase/decrease in payables	-
Net cash flow from operating activities	(52,004,386)

(The total of this statement should tie to the cash flow section on net cash flows from/ used in operations)

31. Financial Risk Management

The Entity's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Entity's overall risk management program focuses on unpredictability of changes in the business environment and seeks to minimize the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Entity does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history. The Entity's financial risk management objectives and policies are detailed below:

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i) Credit risk

The Entity has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments. Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the Entity's management based on prior experience and their assessment of the current economic environment.

Financial Risk Management

The carrying amount of financial assets recorded in the financial statements representing the Entity's maximum exposure to credit risk without taking account the value of any collateral obtained is made up as follows:

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Receivables from exchange transactions	86,963	86,963	-	-
Receivables from non-exchange transactions	59,746,150	59,746,150	-	-
Bank balances	55,833,126	55,833,126	-	-
Total	115,666,239	115,666,239	-	-
As at 30 June 2024				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	54,646,374	54,646,374	-	-
Bank balances	107,837,513	107,837,513	-	-
Total	162,483,887	162,483,887	-	-

(NB: The totals column should tie to the individual elements of credit risk disclosed in the Entity's statement of financial position).

Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Entity has recognized in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has significant concentration of credit risk on amounts due from xxx. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

ii) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Entity's directors, who have built an appropriate liquidity risk management framework for the management of the Entity's short, medium and long-term funding and liquidity management requirements. The Entity manages liquidity risk through continuous monitoring of forecasts and actual cash flows. The table below represents cash flows payable by the Entity under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Trade payables	-	-	-	-
Current proportion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	769,332	769,332
Total	-	-	769,332	769,332
As at 30th June 2024				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-

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Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Gratuity Provision	-	-	1,257,242	1,257,242
Total	-	-	1,257,242	1,257,242

iii) Market risk

The Entity has put in place an internal audit function to assist it in assessing the risk faced by the Entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls. Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the Entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The Entity's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies. There has been no change to the Entity's exposure to market risks or the way it manages and measures the risk.

a) Foreign currency risk

The Entity has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The Entity manages foreign exchange risk from future commercial transactions and recognized assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments. The carrying amount of the Entity's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

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2024-2025

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30th June 2025			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade And Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Foreign currency sensitivity analysis

2024-2025

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30th June 2025			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade And Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Financial Risk Management

The following table demonstrates the effect on the Entity's statement of comprehensive income on applying the sensitivity for a reasonable possible change in the exchange rate of the three main transaction currencies, with all other variables held constant. The reverse would also occur if the Kenya Shilling appreciated with all other variables held constant.

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
2024-2025			
Euro	10%	-	-
USD	10%	-	-
2023-2024			
Euro	10%	-	-
USD	10%	-	-

b) Interest rate risk

Interest rate risk is the risk that the Entity's financial condition may be adversely affected as a result of changes in interest rate levels. The Entity's interest rate risk arises from bank deposits. This exposes the Entity to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Entity's deposits.

Management of interest rate risk

To manage the interest rate risk, management has endeavored to bank with institutions that offer favorable interest rates.

Sensitivity analysis

The Entity analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one

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percentage point as a decrease/increase of Kshs xxx (Current FY: Kshs xxx). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs xxx (Current FY – Kshs xxx)

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

IPSAS 30 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect the Entity’s market assumptions. These two types of inputs have created the following fair value hierarchy:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities. This level includes listed equity securities and debt instruments on exchanges.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components. This hierarchy requires the use of observable market data when available. The Entity considers relevant and observable market prices in its valuations where possible.

The following table shows an analysis of financial and non- financial instruments recorded at fair value by level of the fair value hierarchy:

Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 June 2025				
Financial Assets				
Quoted Equity Investments	-	-	-	-
Non- Financial Assets				
Investment Property	-	-	-	-

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Land And Buildings	-	-	-	-
Total	-	-	-	-
As at 30th June (2024				
Financial Assets				
Quoted Equity Investments	-	-	-	-
Non- Financial Assets				
Investment Property	-	-	-	-
Land And Buildings	-	-	-	-
Total	-	-	-	-

There were no transfers between levels 1, 2 and 3 during the year. Disclosures of fair values of financial instruments not measured at fair value have not been made because the carrying amounts are a reasonable approximation of their fair values.

iv) Capital Risk Management

The objective of the Entity's capital risk management is to safeguard the Entity's ability to continue as a going concern. The Entity capital structure comprises of the following funds:

Description	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	(46,329,738)	-
Capital Reserve	114,896,908	161,226,645
Total Funds	68,567,170	161,226,645
Total Borrowings		
Less: Cash and Bank Balances	55,833,126	107,837,513
Net Debt/(Excess Cash And Cash Equivalents)	12,734,044	53,389,132
Gearing	0%	0%

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32. Related Party Disclosures

	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	4,098,280	-
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	197,386,150	-
Total	197,386,150	-

33. Segment Information

(Where an organization operates in different geographical regions or in departments, IPSAS 18 on segmental reporting requires an Entity to present segmental information of each geographic region or department to enable users understand the Entity's performance and allocation of resources to different segments)

34. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	-	-
Assets Arising from Determination Of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Receivables From Other Government Entities	-	-
Others (Specify)	-	-
Total	-	-

(Give details)

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Contingent Liabilities

Description	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Contingent Liabilities	-	-
Court Case against the Entity	-	-
Bank Guarantees in Favour of Subsidiary	-	-
Contingent Liabilities arising from Contracts Including PPPs	-	-
Others (Specify)	-	-
Total	-	-

35. Capital Commitments

Capital Commitments	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Authorized for	-	-
Authorized and Contracted for	-	-
Total	-	-

(NB: Capital commitments are commitments to be carried out in the next financial year and are disclosed in accordance with IPSAS 17. Capital commitments maybe those that have been authorized by the board but at the end of the year had not been contracted or those already contracted for and ongoing).

36. Events after the Reporting Period

There were no material adjusting and non-adjusting events after the reporting period.

37. Ultimate and Holding Entity

The Cherangany Constituency is a Fund under The National Treasury and Planning & managed by NG-CDFB at the National level, and the NG-CDFC at the constituency level. Its ultimate parent is the Government of Kenya.

38. Currency

The financial statements are presented in Kenya Shillings (Kshs) rounded to the nearest Kshs.

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18. Annexes

Annex 1: Summary of Asset Register

Asset class	Historical Cost/valuation cost balance brought forward (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	3,500,000	-	-	3,500,000
Buildings and structures	6,465,805	-	-	6,465,805
Transport equipment	10,713,000	-	-	10,713,000
Office equipment, furniture, and fittings	3,264,738	-	-	3,264,738
ICT Equipment and Other ICT Assets	-	-	-	-
Other Machinery and Equipment	-	-	-	-
Intangible assets	-	-	-	-
Total	23,943,543	-	-	23,943,543

(Attach the complete asset register showing all the assets in the constituency with the date of purchase, cost of the asset, depreciation rate, depreciation for the year, accumulated depreciation and the NBV of the assets)

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Annex 2 –PMC Bank Balances as at 30th June 2025

PMC	Bank	Account number	Bank Balance	Bank Balance
			2024/2025	2023/2024
A I C Kipkeikei Boys High School	Sidian Bank	01139694568900	255	255
AIC Biribiriet secondary school	Sidian Bank	01026030007941	1,644	1,644
AIC Kimoson primary school	Sidian Bank	01026030007201	2,692	2,692
AIC Ngonyek Secondary School	Sidian Bank	01026030011601	73,942	73,942
AIC Nyasiland secondary school	Sidian Bank	01026020003654	23,975	23,975
AIC Top Suwerwa Mixed Secondary School	Sidian Bank	01026020004392	12,614	70,729
AIC Tuigoin secondary school	Sidian Bank	01026030007181	8,003	8,003
Amani Primary School	Sidian Bank	01026030007261	558	558
Amani secondary school	Sidian Bank	01026020004202	558	558
AP Trans Nzoia East Housing	Sidian Bank	01026150024034	1,116	7,116
Ass County Commissioner Chera	Sidian Bank	01026030012438	343	343
Assistant Chief's Office Biribiriet	Sidian Bank	01141694127600	1,620	1,620
Assistant County Commissioner Chebarus	Sidian Bank	01026030011781	355	355
Assitant Chiefs Office Kiriita	Sidian Bank	01026710004993	384,940	-
Bahati AP Camp	Sidian Bank	01026030012018	2	2
Bahati Primary school	Sidian Bank	01026030006592	223	223
Baraka primary school	Sidian Bank	01026030008481	66,316	507,695
Barmalel Primary School	Sidian Bank	01026030006371	1,074	1,074
Bata Muhiu Primary School	Sidian Bank	01026030009808	1,204,537	1,204,537
Benon Primary school	Sidian Bank	01026030006703	15,852	299,160

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Benon secondary school	Sidian Bank	01026030008501	7,174	7,174
Biribiriet Primary School	Sidian Bank	01026030006614	1,114	1,114
Bishop Crowley High School –Baraka	Sidian Bank	01026030010091	3,023	3,023
Bokoli primary school	Sidian Bank	01026030008421	84,791	508,795
Bonde AP Camp	Sidian Bank	01026030011281	30	30
Bonde Primary School	Sidian Bank	01026030006495	817	817
Bororiet primary school	Sidian Bank	01026030003739	8,417	8,417
Botwa primary school	Sidian Bank	01026030007511	500,000	-
Botwa Milimani primary school	Sidian Bank	01026030010721	18,800	18,800
Botwa Sabwani Primary School	Sidian Bank	01026030011161	30,248	29,851
Chebarus primary school	Sidian Bank	01026030006657	64,780	60,863
Chepkaitit primary school	Sidian Bank	01026030010011	60,943	10,913
Chepkas Primary School	Sidian Bank	01026030003781	800	7,645
Chepkoiyo Primary School	Sidian Bank	01026030007631	1,155	630
Chepkoiyo Secondary School	Sidian Bank	01026030010691	85,593	52,967
Chepsiro AP Camp	Sidian Bank	01026030006592	735	735
Chepsiro Primary School	Sidian Bank	01026030008131	1,014	1,014
Chepsiro secondary	Sidian Bank	01026030010121	4,375	4,375
Cheptiret Primary school	Sidian Bank	01026030008931	101,657	101,657
Cheptobot AP Camp	Sidian Bank	01026150020901	5	5
Cheptobot Primary School	Sidian Bank	01026030006444	71,827	2,700
Cherangany Primary School	Sidian Bank	01026030006584	11,804	11,804
Cherangany TTI	Sidian Bank	01026030011991	355	355
Cherangany Youth Talent	Sidian Bank	01026150025822	930	930
Chisare primary school	Sidian Bank	01026030006649	21,634	24,242
Chisare Secondary School	Sidian Bank	01026030006983	200,197	200,197

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DCIO Trans Nzoia East SubCounty	Sidian Bank	01026030012068	7,000	7,000
Deputy County Commissioner Transnzoia East	Sidian Bank	01026030011971	34,364	34,014
Ekegoro primary school	Sidian Bank	01026030011541	161,838	640
Ekegoro Secondary School	Sidian Bank	01026030010751	21,974	21,974
Ereng Kaplemur primary school	Sidian Bank	01026020004332	6,660	66,023
Eronge Primary School	Sidian Bank	01026030006793	894	894
Friends Bwake Girls Secondary School	Sidian Bank	01026030008611	116,798	519,106
Friends Michai secondary school	Sidian Bank	01026150026240	5,493	5,493
Friends School Bonde	Sidian Bank	010260300107	1,243,057	87,823
Geta Assistant Chief Office	Sidian Bank	01026020003874	350,094	350,094
Geta Secondary School	Sidian Bank	01026030006487	56,959	2,188,771
Happy Valley Primary School	Sidian Bank	01026030006933	517,935	17,935
Huruma primary school	Sidian Bank	01026030012388	702,696	58,555
Hututu Friends Girls Secondary School	Sidian Bank	01026030009258	28,428	601,010
Hututu Primary School	Sidian Bank	010266030009768	490	490
Immaculate conception boys mukuyu	Sidian Bank	01026020004352	498,975	-
Immaculate conception Girls mukuyu	Sidian Bank	01026030009728	5,512,843	199,514
Immaculate conception Kemeloi	Sidian Bank	01026030010711	47,593	903,261
Kabolet Police Post	Sidian Bank	01026030011271	210	210
Kabolet primary school	Sidian Bank	01026030006823	53,295	53,295
Kachibora Police Station	Sidian Bank	01026030011891	75	75
Kahuho AP Camp	Sidian Bank	01026030011581	22,737	22,737
Kamatony Primary school	Sidian Bank	01026030006460	33,478	33,478
Kapchemakwer primary school	Sidian Bank	01026150028617	467	467
Kapchepsir primary school	Sidian Bank	01026030003720	14,723	64,835
Kapkarwa Assistant Chief Office	Sidian Bank	01026020003914	254	254

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Kapkarwa Primary school	Sidian Bank	01026030005359	36,622	36,622
Kapkongor primary school	Sidian Bank	01026150028447	6,644	306,899
Kaplamai Chiefs Office	Sidian Bank	01026710004543	9,518	-
Kaplamai primary school	Sidian Bank	01026030006071	3,060	3,060
Kapsara Patrol base	Sidian Bank	01026030011341	2,785	2,785
Kapsara Primary School	Sidian Bank	01026030006713	75,069	1,824
Kapsigilai primary school	Sidian Bank	01026030005456	89,768	1,282
Kapsirowa Primary School	Sidian Bank	01026030005502	397	397
Kapsirowa secondary school	Sidian Bank	01026030008871	61,540	1,252,004
Kapyemit Primary School	Sidian Bank	01026030005707	5,620	5,620
Karara Primary School	Sidian Bank	01026030009758	1,159	1,159
Karara Secondary school	Sidian Bank	01026020003674	500,000	478
Keboye Primary School	Sidian Bank	01026030010081	1,192	1,192
Kemeloi Primary school	Sidian Bank	01026030005391	2,767	2,767
Kesogon Mixed Secondary	Sidian Bank	01026030005464	1,507	1,507
Kesogon Police Patrol Base	Sidian Bank	01026030012048	355	355
Kesogon Primary school	Sidian Bank	01026150024474	147,229	1,319
Kiboino primary school	Sidian Bank	01026030010401	66,226	66,226
Kipkeikei primary school	Sidian Bank	01026030011681	202,052	2,270
Kipsaina Police Post	Sidian Bank	01026030011421	841	133,556
Kipsaina Primary school	Sidian Bank	01026030010341	71,659	1,244
Kipsingori A.P. Camp	Sidian Bank	01026030010361	3,917	3,917
Kipsingori Primary School	Sidian Bank	01026030006193	12,175	504,893
Kiptenden Secondary School	Sidian Bank	01026030007981	88	88
Kiptendent primary school	Sidian Bank	01026030006673	973	973
Kiptoi Primary School	Sidian Bank	01026030010131	13,579	595

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Kiptoror primary school	Sidian Bank	01026030006693	1,658	1,658
Kiriita primary school	Sidian Bank	01026030008671	25,476	25,476
Koibarak Primary School	Sidian Bank	01026030005162	27,603	240,296
Kongasis Primary School	Sidian Bank	01026030005413	5,144,187	1,113,704
Kongoli Primary school	Sidian Bank	01026030006363	1,477	2,822
Kuriot primary school	Sidian Bank	01026030006045	6,122	6,122
Leltanga NO 4 Foot bridge	Sidian Bank	01026030011981	59	59
Leltangat Primary school	Sidian Bank	01026030008201	1,701	1,701
Loima primary school	Sidian Bank	01026030009378	5,095	5,095
Makutano Primary School	Sidian Bank	01026030002521	14,635	12,031
Makutano secondary school	Sidian Bank	01026030003844	24,263	24,263
Marura primary school	Sidian Bank	01026030011261	15,788	15,788
Mateket Secondary school	Sidian Bank	01026030007011	31,925	31,925
Michai Chiefs Office	Sidian Bank	01026020004342	7,795	7,795
Milima Primary school	Sidian Bank	01026030010721	2,791	2,791
Milima secondary school	Sidian Bank	01026030008551	19,370	4,042
Milimani Benon Chief Office	Sidian Bank	01026020003894	26,824	21,997
Mito Mbili Primary School	Sidian Bank	01026030003879	726,869	276
Moi High School Kaplamai	Sidian Bank	01026030003968	3,898	3,898
Mosombor Primary Cchool	Sidian Bank	01026030006061	6,772	6,772
Motosiet Primary School	Sidian Bank	01026030006207	18,181	18,181
Motosiet secondary school	Sidian Bank	01026030009168	1,812	1,812
Mukuyu Primary School	Sidian Bank	01026030009028	15,675	15,675
Munyaka Primary School	Sidian Bank	01026030008071	38,544	700,669
Murkuywo primary school	Sidian Bank	01026030005421	1,642	1,642
Mwaita Primary school	Sidian Bank	01026030011331	5,935	5,935

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Mwanga primary school	Sidian Bank	01026030006436	1,107	1,107
Mwiruti Primary school	Sidian Bank	01026150027009	2,052	124,345
Ngorera Primary school	Sidian Bank	01026030010671	101,933	31,857
Noigam Primary School	Sidian Bank	01026030012058	67,755	35
Noigam Secondary school	Sidian Bank	01026030008881	5,000,570	570
Nyakinywa primary school	Sidian Bank	01026150026220	129,491	59,391
Nyasiland Primary School	Sidian Bank	01026030007161	2,400	38,790
Ngonyek Primary School	Sidian Bank	01026030006973	91,062	24,090
Nzoia Center Secondary school	Sidian Bank	01026030008141	10,508	10,508
Nzoia Centre Primary school	Sidian Bank	01026030008621	23,715	41,450
Osorongai Primary school	Sidian Bank	01026030002384	2,129	2,129
PCEA Kapsara Secondary	Sidian Bank	01026030008571	560,461	60,461
Perkera primary school	Sidian Bank	0102603006096	7,762	7,762
Riwo Primary School	Sidian Bank	01026030008041	277,275	89,094
Saiwa Primary School	Sidian Bank	01026030007841	400,375	375
Saiwa secondary school	Sidian Bank	01026150023266	1,420	1,420
Sango Primary School	Sidian Bank	01026030005979	70,757	2,024
SDA Moige Secondary school	Sidian Bank	01026150028607	16,582	16,582
Setek Primary School	Sidian Bank	01026030005863	191,783	33,340
Seum Secondary School	Sidian Bank	01026030004646	7,311	7,311
Sibanga Primary School	Sidian Bank	01026030006142	5,028,227	24,915
Sibanga Secondary School	Sidian Bank	01026030009708	6,752	6,925
Simatwet primary school	Sidian Bank	01026030006606	2,917	2,917
Sinoko Primary School	Sidian Bank	01026030009018	1,565	538,415
Sinoko Bahati Primary	Sidian Bank	01026030010141	89,442	89,442
Sinyereri Primary School	Sidian Bank	01026030004697	24,776	24,776

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Sitamani Primary school	Sidian Bank	01026030012038	795	24,539
Sitatunga Primary school	Sidian Bank	01026030005553	259,452	149,132
Sosiot Primary school	Sidian Bank	01026030007251	93	93
Springer primary school	Sidian Bank	01026030008821	2,695	62,646
St Ann Visiwani primary school	Sidian Bank	01026030011291	228,388	226,245
St Augustine Munyaka secondary	Sidian Bank	01026030008661	18,348	18,348
St Charles Lwanga Secondary school	Sidian Bank	01026030007151	709	709
St Christopher's Girls secondary	Sidian Bank	01026020004032	9,265	9,265
ST Christopher's Primary School	Sidian Bank	01026030009778	76,238	880
St Christophers Boys Secondary	Sidian Bank	01026030007531	4,718	4,718
St Francis Boys Suwerwa	Sidian Bank	01026030006863	1,885	1,885
St Francis Girls Suwerwa	Sidian Bank	01026030010701	2,251	2,251
ST Ignatius KapkarwA High School	Sidian Bank	01026030005278	1,342	1,342
St Joseph's Mixed Secondary School-Cheptil	Sidian Bank	01026030008111	20,315	20,315
St Lukes Taito secondary school	Sidian Bank	01026030006029	1,755	1,755
St Marks Boys Cherangany	Sidian Bank	01026030006592	500,000	-
St Marks Girls Cherangany	Sidian Bank	01026020004142	670	670
ST Mary's Secondary School- Kipsingori	Sidian Bank	01026030006241	156,784	156,784
St Marys Cheptobot secondary school	Sidian Bank	01026020003994	2,299	2,164
St Marys Kibuswa Primary School.	Sidian Bank	01026030008441	400,550	550
St Michael Bahati secondary school	Sidian Bank	01026150024044	8,461	8,461
ST Michael Moiben Primary	Sidian Bank	01026030010591	445	445
ST Patrick Kipsaina Centre High School	Sidian Bank	01026030006813	5,001,746	1,746
ST Paul's High School Sinoko	Sidian Bank	01026030007191	62,458	1,159
St Pauls Kiriita Secondary school	Sidian Bank	01026030011181	1,001,159	36,449
St Peters Girls Mito Mbili	Sidian Bank	01026030007911	948	948

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St Peters Tumaini primary school	Sidian Bank	01026030006002	21,337	21,337
ST Teresa's Secondary School- Sinyereri	Sidian Bank	0102603005030	1,425	1,425
ST. Peters Nyakinywa Secondary School	Sidian Bank	01026030003917	-	143
ST.Thomas Secondary School - Kongoli	Sidian Bank	01026030005731	27,822	27,822
Surungai Primary school	Sidian Bank	01026030006963	2,306	2,306
Taito Primary School	Sidian Bank	01026030006037	16,103	16,103
Tarakwa primary school	Sidian Bank	01026030007921	2,137	2,137
Tarakwa secondary school	Sidian Bank	01026150026960	323	323
Timaa Primary School	Sidian Bank	01026030008341	562,793	62,793
TOP Suwerwa Primary	Sidian Bank	01026030008001	93,396	710
Trans Nzoia East SCE	Sidian Bank	01026710004983	720	-
Transnzoia East Sub county Headquarters	Sidian Bank	01026030012008	76,357	455
Tugumo Primary school	Sidian Bank	01026030012418	15,332	905
Tuigoin Primary School	Sidian Bank	01026030005685	3,559	3,559
Tulon primary school	Sidian Bank	0102603005091	372	36,372
Tumaini Primary School	Sidian Bank	0102603000762	8,441	302,093
Tunen primary school	Sidian Bank	01026030005979	34,708	30,558
Twiga Primary School	Sidian Bank	01026030006913	400,330	330
UPEC Osorongai girls	Sidian Bank	01026030010611	3,375	3,375
Velos Primary school	Sidian Bank	01026030006592	25,697	430,409
Wiyeta Girls Secondary School	Sidian Bank	01026030008101	183,156	183,156
Wiyeta Primary School	Sidian Bank	01026030006320	303	59,371
Yuya Primary School	Sidian Bank	01026030006088	188	23,370
Yuya Secondary School	Sidian Bank	01026030010651	894	894
			41,379,976	16,290,415

Annex 3: Progress On Follow Up of Auditor Recommendations

The following is a summary of issues raised by the external auditor, management comments provided to the auditor, and subsequent progress made on resolving 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. Budgetary Control and Performance	The summary statement of appropriation reflects receipts budget and actual on comparable basis amounts of Kshs. 330,625,738 and Kshs. 276,589,364 respectively, resulting to under-funding of amount of Kshs. 54,036,374 or 16% of the budget. Similarly, the Fund spent an amount of Kshs. 185,042,244 against the budgeted expenditure of Kshs. 330,625,738 resulting to an under-utilization of Kshs. 145,583,494 or 44% of the budget.	The budget underperformance was due to delay in disbursement of funds from the NCDF Board, the funds were however later disbursed to the constituency in the FY 2024-2025 and all budgeted and approved projects were fully implemented, completion certificates, photos and handover reports were availed to the auditor for review and verification.	Not Resolved	In consultation with the Auditor General pending appearance before Decentralized funds accounts committee of the National Assembly (DFAC)

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>The under-funding 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.</p>			
<p>2. Project Implementation Status</p>	<p>Review of the Project Implementation Status Report revealed that disbursements were made to a total of one hundred and ten (110) projects amounting to Kshs. 157,688,777 during the year. However, only eighty-seven (87) projects with disbursements amounting to Kshs. 127,038,777 had been completed and in use while twenty-three (23) projects with total disbursements of Kshs.</p>	<p>The delay in projects implementation was due to delay in disbursement of funds from the NCDF Board, the funds were however later disbursed to the constituency in the FY 2024-2025 and all budgeted and approved projects were fully implemented, completion certificates, photos and handover reports were availed to</p>	<p>Not Resolved</p>	<p>In consultation with the Auditor General pending appearance before Decentralized funds accounts committee of the National Assembly(DFAC)</p>

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	30,650,000 were ongoing. Further, nine (9) projects with a total budget allocation of Kshs. 25,000,000 for the previous financial year did not receive any disbursements from the Board and were, therefore, not started. In the circumstances, programs or activities were not implemented as planned and the Fund may fail in achieving the intended objective of improving service to the public.	the auditor for review and verification.		
3.Unresolved Prior Year Matters	In the audit report of the previous year, several issues were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources.	Management is In consultation with the Auditor General to resolve the issues raised by providing the requisite documentation for Audit Review and Verification.	Not Resolved	In consultation with the Auditor General pending appearance before Decentralized funds accounts committee of the National Assembly(DFAC)

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Although Management has indicated in the report on progress made in follow up of auditor's recommendations that some matters were resolved, others remained unresolved.			



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Joshua Bore
 Fund Account Manager.