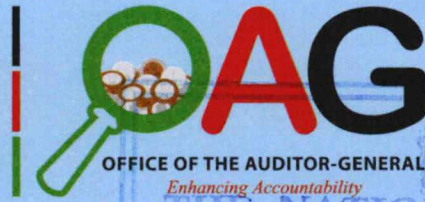


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 26 NOV 2025

DAY
Wed

TABLED BY: Hon. Robert Fukuare

CLERK AT TABLE: Mado Alabo



PARLIAMENT
OF KENYA
LIBRARY

REPORT

OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – TESO NORTH CONSTITUENCY**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

TESO NORTH CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025**

**Transitional IPSAS Financial Statements /Prepared in accordance with the Accrual Basis of Accounting
Method Under International Public Sector Accounting Standards (IPSA)**

**National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025**

Table of Contents	Page
1. Acronyms and Definition of Key Terms.....	ii
2. Key Constituency Information and Management.....	iii
3. NGCDF Committee.....	viii
4. NG-CDFC Chairman’s Report.....	xii
5. Statement of Performance Against Predetermined Objectives for FY2024/25.....	xviii
6. Governance Statement.....	xxi
7. Management Discussion and Analysis.....	xxvii
8. Environmental and Sustainability Reporting.....	xxxiii
9. Statement Of Management Responsibilities.....	xliv
10. Report Of the Independent Auditor on the NGCDF- Teso North Constituency.....	xlv
11. Statement of Financial Performance for the Year Ended 30th June 2025.....	1
12. Statement Of Financial Position As At 30th June, 2025.....	2
13. Statement of Changes in Net Assets for the year ended 30 June 2025.....	4
14. Statement Of Cash Flows for The Year Ended 30th June 2025.....	5
15. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025.....	6
16. Budget Execution by Sectors And Projects For The Year Ended 30 th June 2025.....	9
17. Notes to the Financial Statements.....	20
18. Annexes.....	60

1. Acronyms and Definition of Key Terms

A. Acronyms

AIE	Authority to Incur Expenditure
AC	Audit Committee
DCC	Deputy County Commissioner
IPSAS	International Public Sector Accounting Standards.
FAM	Fund Account Manager
NG-CDFB	National Government Constituencies Development Fund Board
NG-CDF	National Government Constituencies Development Fund
NG-CDFC	National Government Constituency Development Fund Committee
NSCA	National Sub-County Accountant
PFM	Public Finance Management
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.

(This list is an indication of the common acronyms and abbreviations; the Entity should include all from the annual report and financial statements prepared)

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 Teso North 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	CPA Carolyne Wanyonyi
2.	National Sub-County Accountant	Michael Odhiambo
3.	Chairman NGCDFC	Mary Ijaa Oshoromo
4.	Member NGCDFC	Mary Wanjiru Karanja
5.	Member NG CDFC	Florah Kitui

(c) Fiduciary Oversight Arrangements

The Audit Committee of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Teso North 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 Teso North Constituency Headquarters

NG-CDF Office Building
Bungoma- Malaba Highway
Opposite Amagoro patrol base.
Amagoro KENYA.

(e) NGCDF Teso North Constituency Contacts

P.O. Box 255-50408 Kamuriai
Telephone: (254) 103550660
E-mail: Email:cdftesonorth@ngcdf.go.ke/info@ngcdf.go.ke
Website: www.ngcdf.go.ke

(f) NGCDF Teso North Constituency Bankers

1. Operations Account
Equity Bank
Branch: Malaba branch
P.O. Box 86-50408
Kamuriai
2. Deposit account
Equity Bank
Branch: Malaba branch
P.O. Box 86-50408
Kamuriai.
3. Project Management Committee Accounts

Co-operative Bank
Malaba Branch
P.o Box1964-50408
Kamuriai

Equity Bank
Malaba Branch
P.O. Box 86-50408
Kamuriai




(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

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

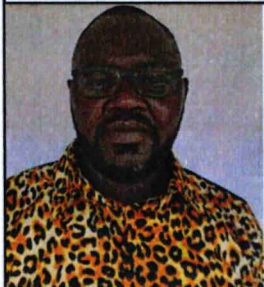
National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

	<p>William Epaye Okalio ID no 0138430 Date of birth 4/07/1958 Academic qualification: O Level Certificate Certificate in Agriculture. Work experience: 15 years Area manager Coffee Board of Kenya</p>
<p>William Epaye Okalio - member</p>	
	<p>Mary Wanjiru Karanja ID no: 26232548 Date of birth: 06/03/1987 Academic qualification: KCSE mean grade C Plain Professional Qualification: Degree in Bible and theology. 10 Years of experience as a businesslady</p>
<p>Mary Wanjiru Karanja- secretary</p>	
	<p>Phanice Elizabeth Jacka ID no:11597416 Date of Birth:05/01/1974 Academic Qualifications:KCSE 20 Years of work experience as a business lady</p>
<p>Phanice Elizabeth Jacka - Member</p>	
	<p>Paslano Omasete Ikoito ID no:2065673 Date of birth:20/11/1958 Academic qualifications: EACE Division IV Professional qualification: Diploma in Community Development.</p>




National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

3. NGCDF Committee

Details for all the NG CDFC members

Name	Details
 Mary Ijaa Oshoromo -Chairperson	Mary Ijaa Oshoromo ID no.4212338 Date of birth 28/11/1962 Academic qualification- KCE Division 4, Diploma in Home Economics (Food & Nutrition) 8 years as an NG-CDF committee member
 Mike Jesse Sogoli - Member	Mike Jesse Sogoli ID no. 26018985 Date of birth 16/08/1988 Academic qualification: KCSE mean grade D(plain) 3 years as an NG-CDF committee member
 Flora Atyang Kitui -Member	Flora Atyang Kitui ID no.22440579 Date of birth 18/07/1981 Academic qualification KCSE mean grade B-(minus) Diploma in Business Administration 8 years as an NG-CDF committee member

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

 <p>Pasliano Omasete Ikoito - MEMBER</p>	<p>Adult Teachers Certificate Work experience: 15 years as a Senior Chief, 5 years as an Adult Education Teacher.</p>
 <p>Crescent Wafula Wasike - MEMBER</p>	<p>Crescent Wafula Wasike ID no:9468821 Date of birth: 08/02/1965 Academic qualification: KCPE Work experience: 2 years Community health volunteer (AMPATH, World vision, Living goods) , Chairman Kocholia Disabled group.</p>
 <p>CPA CAROLYNE WANYONYI Fund Account Manager</p>	<p>DATE OF Birth: 01/01/1980 WORK EXPERIENCE: 17 years CPA Carolyn Wanyonyi is the Fund Account manager for Mt Elgon and Teso North constituencies. She is a CPA (K) holder and a member of ICPAK, in a good standing. She holds a Bachelor of Commerce Degree Accounting option and Masters degree in finance. She attended a Senior management course in 2022 and Strategic leadership development programme Course in the year 2023 at the Kenya school of government. She is currently pursuing her PHD in Finance at the Jomo Kenyata university. Determined, result oriented young professional, hardworking, honest, responsible and loyal lady. She always Portrays excellent communication, motivational and time management skills, computer literate with hands on experience in all Application Packages and an accounting package - Quick Books, projects a positive,</p>

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

	personable and professional image at all times. Talented, innovative, self-motivated, flexible and quick to learn new concepts. A team player with a pleasant and firm personality.
--	---

No member exited during the financial year 2024/25

4. NG-CDFC Chairman's Report



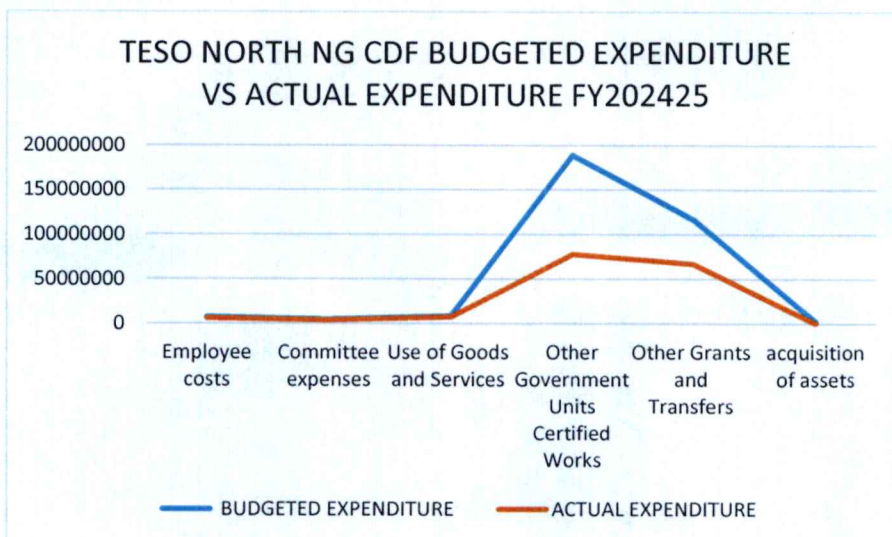
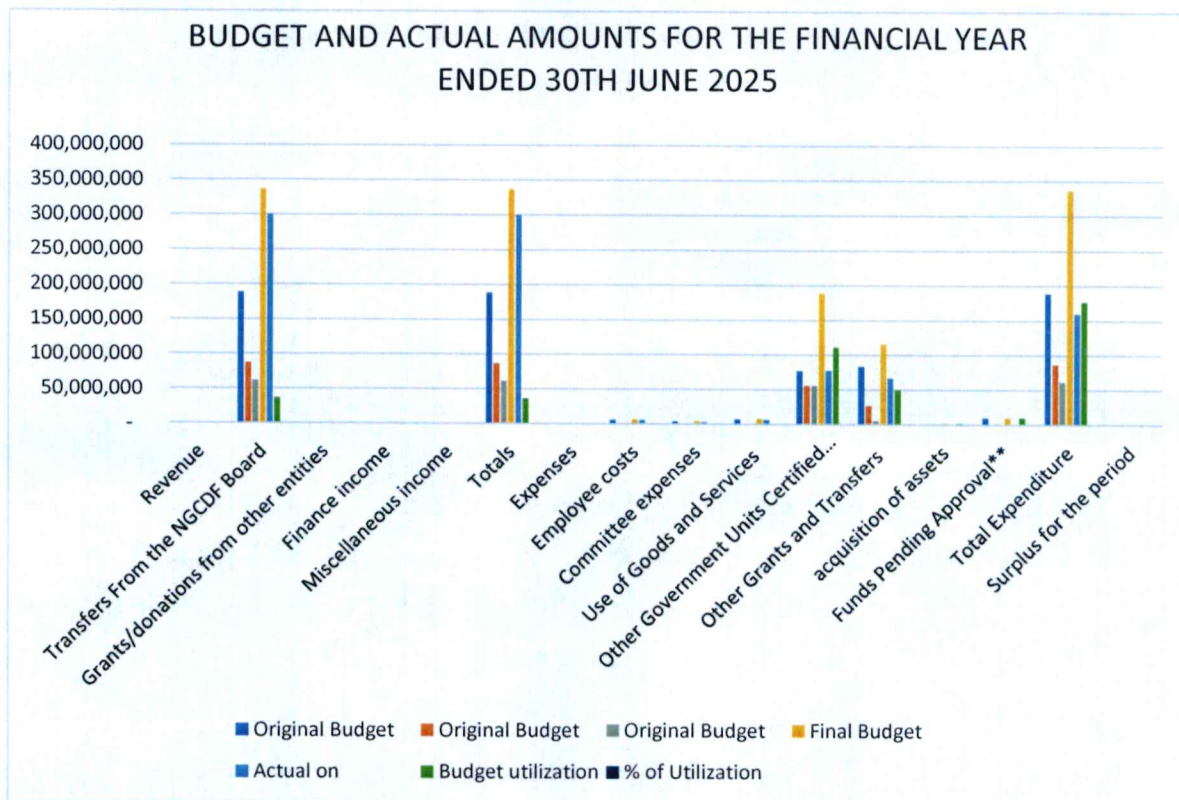
Mary Oshoromo

Teso North NG CDFC Chairperson

- On behalf of Teso North NG CDF Committee and the staff, I am glad to present the Financial statements for the financial year ended 30th June 2025. I wish to point out that the budget performance was not achieved at 100% because of the delay in approval of projects experienced and further to that the delayed disbursement of funds.
- It is my pleasure to indicate that within the Financial year the fund helped in resolving the ever emerging issues of destruction of infrastructure in institutions of learning and security institutions, payment of bursary to support needy students within the constituency and propel infrastructural improvement in the constituency by constructing classrooms, laboratories, administration blocks and dormitories in learning institutions and eventually national administration offices to foster easy delivery of services by the national administration units and not forgetting climate management through tree planting in public institutions.

**National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025**

- The actual amounts based on various sectors are as summarized in the bar chart and graph below:



○ List of emerging issues in Teso Constituency

1. Community pressure and unrealistic expectations – Most constituents believe that there's always availability of money and that the funds are directly controlled by the committee therefore constantly walking into the office to demand favors and priority especially on bursaries.

2. Delayed disbursements and cash flow Issues-Funds from the National Treasury don't always arrive on time, but projects are expected to continue regardless. The office has to deal with **contractor complaints**, community impatience, and sometimes **work without operational budgets**.

○ **Achievements of the entity**

1. NG-CDF is a major Investment in Education

- **Construction and renovation of schools:** Thousands of classrooms, laboratories, and dormitories have been built or improved.
- **Support for secondary and tertiary education:** Through **bursaries**, hundreds of thousands of needy students within the constituency have been able to attend school and college.
- Helped **increase access to education** in remote and marginalized areas.

2. Improved Local Infrastructure

- **Roads and bridges:** NGCDF has helped open up rural areas by constructing feeder roads, footbridges, and small culverts to paths leading to institutions that fall within the mandate of the fund.
- **Public utilities:** Support for water tanks, boreholes, and street lighting projects in areas with limited infrastructure.

3. Platform for Grassroots Leadership Development

- Project Management Committees (PMCs), tender committees, and oversight forums have nurtured **community leadership** and **civil engagement skills**.

4. Documentation and Institutional Memory

- NGCDF offices now maintain **detailed records of projects, financials, and plans**, improving continuity even after leadership changes.

5. Investment in Security

- **Construction of police posts, chiefs' offices, and administration blocks**, especially in rural and high-risk areas.

This has improved access to security services and boosted public confidence.

6. Decentralization of Development Resources

- One of the few national funds that **directly reaches all constituencies**, ensuring **equitable distribution of development**.
- Boosts local economies by promoting **small-scale local contractors** and youth groups in implementation.

7. Timely Response to Local Needs

- The fund is **flexible and quicker to deploy** than some centralized government programs.
- Helps address urgent local problems like school congestion, collapsed bridges, or insecure areas.

- **List the implementation challenges and recommended way forward.**

1. Legal and Constitutional Uncertainty

- **Court rulings** have challenged the constitutionality of NGCDF, especially MPs' involvement in implementation.
- Unclear legal framework creates **instability** and **delays in disbursements**.

2. Conflict Between NGCDF and County Governments

- **Overlap in functions**, especially in education, health, and infrastructure.
- Creates **confusion, duplication**, and sometimes **turf wars** over who is responsible.

Despite the challenges the committee implemented most of the projects. This can be illustrated by the pictures below.

100 capacity Male barrack at Achiya Echakara National Youth Service

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*



Construction of a 2-storey building to completion Kmtc Teso campus

Recommended way forward

1. Review and Align NGCDF Legal Framework
 - Amend the NGCDF Act to comply with the **2010 Constitution** and clearly define the **role of MPs**.
 - Separate **legislative and executive functions** to reduce conflict.

2. Improve Coordination with County Governments
 - Create **formal coordination forums** to align projects, avoid duplication, and co-fund key infrastructure.
 - Define clear **division of responsibilities** in law or Memorandum of Understandings.



.....
Name **MARY OSHOROMO**
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 Teso North Constituency 2024-2025* plan are to:

1. Prudently use public resources and ensure optimal and equitable allocation for inclusive growth and shared prosperity.
2. Empower our people through implementation of high impact programs to transform their lives.
3. Provide quality services that are effective and responsive to citizens needs and aspirations.
4. Promote teamwork and community participation.
5. Promote transparency, Accountability and Integrity.

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 2024/25 we constructed 30 number classrooms, 2 dormitories 2, laboratories from July 2024 to June 2025 in the following schools/institutions - Bursary beneficiaries at all levels were as per the schedules and lists in Teso North NG-CDF office
Security	To ensure that law and	A decrease in crime	Decreases crime statistics, increased	In FY 2024/25 we are in the process of

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

	order is enforced and maintained as well as protecting the community from harm and ensure their safety and wellbeing of property.	rates , safety of citizens is felt leading to improved quality of life, increased trust between law enforcement and community.	public confidence and improved community engagement e.g. participation in community policing or public forums.	constructing one chiefs office (Amoni chiefs office) which will increase the number of chiefs office to 13.
Climate change mitigation activities	Distribution of tree seedlings to various public institutions within the constituency.	Improved green environment in the constituency	Increased awareness about reforestation, economic impact of tree planting especially fruit bearing trees.	More trees were planted in schools which improved outlook of the institutions.
Emergency	To provide timely and effective financial support for urgent and unforeseen situations that disrupt public services, endanger community well-being, or damage public infrastructure, thereby minimizing the negative impact of emergencies on development and service delivery at the	Rapid Restoration of Critical Services Improved Emergency Preparedness Reduced Impact of Disasters on Vulnerable Populations	Number of emergency projects funded Number of risk-reducing improvements made post-disaster.	Support of several schools during emergencies eg Changara primary school, chamasiri secondaryschool,kakemer primaryschool etc.

National Government Constituencies Development Fund (NGCDF)

Teso North Constituency

Annual Report and Financial Statements for The Year Ended June 30, 2025

	constituency level.			
Information communication and technology (ICT)	To increase use in communication amongst the constituents	internet access in remote schools and adequate ICT-trained teachers	Number of institutions equipped with ICT laboratories Number of public institutions connected to electricity or solar for ICT use	Allocation of funds for purchase of computers for Huduma centre and Kolanya boys high school

6. Governance Statement

Background

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.

Further, Section 5 (1) of the regulation states that the members of a Constituency Committee provided for Appointment of under section 43(2) (b), (c) and (d) of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a vacancy in the Constituency Committee.

The officer of the board coordinated the process of nomination of the NG CDFC for onward forwarding to the board for appointment through gazette notice.

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

Further the NG CDF regulations requires that for one to serve as member of the NGCDF 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 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.

a. NG-CDFC process of appointment

The NGCDF Act 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. Kenya Subsidiary Legislation, 2016 1951

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

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

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

***National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025***

- one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection panel;
- the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- Two persons, one of either gender, nominated by the Constituency office.

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

(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

To facilitate this, the selection panel invited interested and qualified members of the public for appointment to the NGCDF committee. The panel invited through advertisement publicized in churches, public offices notice boards and other public areas in the constituency. The selection panel developed a shortlisting criterion which enabled picking of the nominees. Six best NG-CDF applicants were selected taking into account age, gender, special interest groups and regional balance in accordance with section43(2)(b)(c) and (d) of the Act

S/N	Name	Category representation	Ward
1.	William Okalio	Male (Adult)	Angurai south
2.	Pasiliano Ikoito	Male (Adult)	Malaba North
3.	Mary Oshoromo	Female (Adult)	Malaba Central
4.	Recheal Ijaka	Female (Youth)	Angurai North

***National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025***

5.	Florah Kitui	Female (Adult)	Angurai East
6.	Gedion Kaala	Male (Youth)	Malaba central

Nominee of the person representing persons with disability

S/N	Name	Nominating Organization	Nature of physical Impairment	Ward
1.	Crescent wafula	National Council Of People Living With Disability	Deformed Limb	Mlaba central

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.	Mary Wanjiru karanja	female	Malaba central

The list of the selected and recommended members was forwarded to the NG_CDF Board and were further discussed in the national assembly, listed on order paper No 50 of 2025 dated 11th June 2025 in readiness for gazettelement

As per the order paper Teso North NG_CDFC Members will be as follows

S/N	Name	Category	Statutory Provision Under NG-CDF Act
1.	William Okalio	Male Adult Representative	Appointment, pursuant to Sec. 43 (2) (b)
2.	Pasiliano Ikoito	Male Adult Representative	Appointment, pursuant to Sec. 43 (2) (b)
3.	Recheal Ijaka	Female Youth Representative	Appointment, pursuant to Sec. 43 (2) (c)
4.	Mary Oshoromo	Female Adult Representative	Appointment, pursuant to Sec. 43 (2) (c)
5.	Crescent wafula	Representative of Persons Living with Disability	Appointment, pursuant to Sec. 43 (2) (d)
6.	Gedion Kaala	Male Youth Representative	Appointment Pursuant to Sect. 43 (2)(e)
7.	Florah Kitui	Female Adult Representative	Appointment Pursuant to Sect. 43 (2)(e)

The First NG-CDFC in augural meeting will be held once the gazettelement is done .

b. NG-CDFC Tenure

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 NG-CDF Act 2015.

c. The Role of the Constituency Committee

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

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

d. Removal of a member

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

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

**National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025**

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

Handing Over

The handing over of the office by the outgoing NG-CDFC Committee to the Incoming committee was carried out smoothly upon gazettement of the members

e. NG-CDFC Induction and training

In the financial year 2024/2025 the NGCDF Board organized training of NGCDFC members. 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 committees. However Teso north members will be trained upon gazettement.

f. Number of meetings

NG-CDF Act Section 43 stipulates that NG-CDFC shall have a maximum of twenty-four meetings per year and not less than twelve including sub-committee meetings.

In Teso North Constituency, the NG-CDF Committee conducted 10 meetings and 5 sub-committee meetings as follows.

Schedule of meetings held during the FY 2024/2025

	Name of committee member	Meetings held								
		23/7/24	11/9/24	28/10/24	5/01/25	12/01/25	26/01/25	15/03/25	25/04/25	28/05/25
1	William Okalio	✓	✓	✓	✓	✓	✓	✓	✓	✓
2	Pasiliano Ikoito	✓	✓	✓	✓	✓	✓	✓	✓	✓
3	Recheal Ijaka	✓	✓	✓	✓	✓	✓	✓	✓	✓
4	Mary Oshoromo	✓	✓	✓	✓	✓	✓	✓	✓	✓
5	Crescent wafula	✓	✓	✓	✓	✓	✓	✓	✓	✓
6	Gedion Kaala	✓	✓	✓	✓	✓	✓	✓	✓	✓
7	Florah Kitui									

		√	√	√	√	√	√	√	√	√
--	--	---	---	---	---	---	---	---	---	---

g. Remuneration Rates

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance Kshs. 7,000 per meeting and all other members an allowance of Kshs.5, 000 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

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

h. Disclose the policy on conflict of interest

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2024/2025 no member of NGCDFC Teso North contravened conflict of interest policy.

i. Succession plan

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

j. Ethics and code of conduct

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

k. Risk Management

Risk management has been integrated in the constituency operations through the following: training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations. Embracing the Enterprise Risk Management system and attesting to monthly, quarterly bi-annually and annually compliance and key risk indicators questions, implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC members are actively engaged in the projects implementations and

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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 identificatio

7. Management Discussion and Analysis

Here is a well-structured Management Discussion and Analysis Report section for Teso North Constituency NG-CDF, covering the past five years, in line with statutory guidelines under the Public Finance Management Act, NG-CDF Act 2015, and relevant public sector financial reporting frameworks:

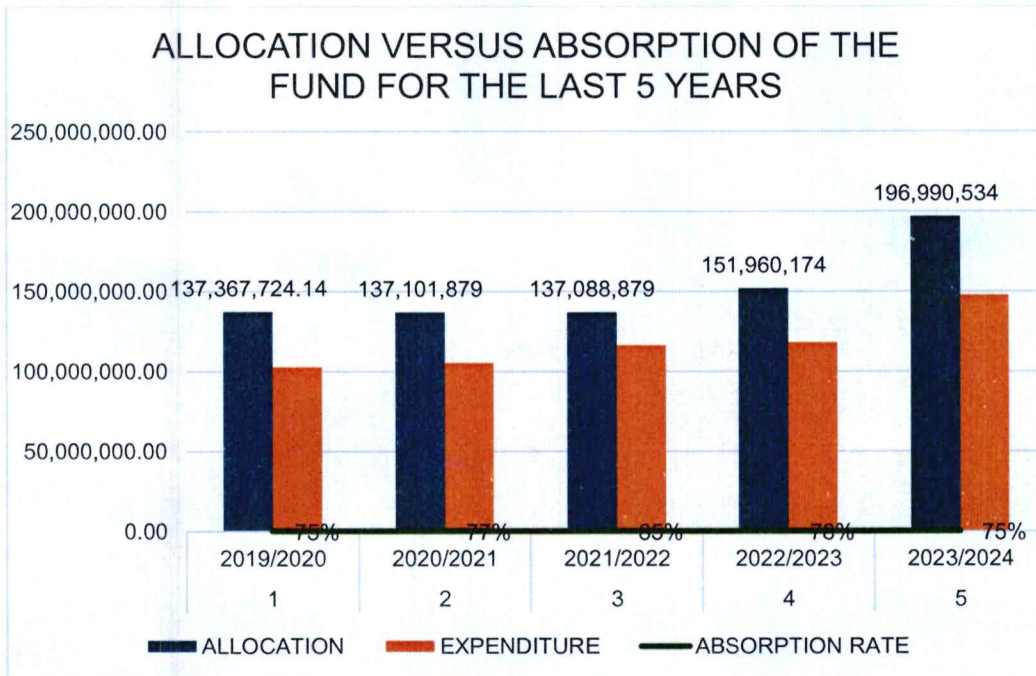
Management Discussion and Analysis (MD&A)
 Teso North National Government Constituencies Development Fund (NG-CDF)
 Reporting Period: FY 2019/2020 – FY 2023/2024

1. Operational and Financial Performance (5-Year Summary)

Over the last five financial years, the Mt. Elgon NG-CDF has received and utilized funds as summarized below:

NO	FINANCIAL YEAR	ALLOCATION	EXPENDITURE	ABSORPTION RATE
1	2019/2020	137,367,724.14	103,025,790	75%
2	2020/2021	137,101,879	105,568,446	77%
3	2021/2022	137,088,879	116,525,547	85%
4	2022/2023	151,960,174	118,528,930	78%
5	2023/2024	196,990,534	147,742,900	75%

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025





National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

2. Key Projects Implemented / Ongoing
Education Sector

- Disbursed over KES 250 million in bursaries to needy students across all wards.
- Constructed and equipped 30 classrooms, 5 science laboratories, and 8 sanitation blocks.
- Supported ICT integration in 12 secondary schools through procurement of computers.




Below are photos of the education sector where NGCDF money were disbursed

Project name	Activity	Status	Remarks	Photos
Nys achiya echakara	Construction of 100 capacity barrack	Contruction complete	Construction complied to all building codes and regulations	
Nys achiya echakara t.i	Construction of adminitration block to completion	Construction complete	Construction complied to all building codes and regulations	

National Government Constituencies Development Fund (NGCDF)

Teso North Constituency

Annual Report and Financial Statements for The Year Ended June 30, 2025

Nys achiya echakara t.i	Construction of 2no. Lecture halls to completion	Construction complete	Construction complied to all building codes and regulations	
Akiriemet t.t.c	Construction of 2no. Lecture halls to completion	Construction complete	Construction complied to all building codes and regulations	
Kmtc teso campus	Construction of a 2-storey building to completion	Construction complete	Construction complied to all building codes and regulations	

Security Sector

- Constructed 4 police posts and renovated 2 chiefs' offices

Health Sector

- Health is one of the functions that were devolved . Teso north NG- CDF is committed to supporting students by giving full scholarships to those persuing medical courses to ensure the health sector is full of well capacity build proffessinals

Environmental and Water Sector

- Planted over 20,000 indigenous trees in schools and public spaces.
- Creating awareness of constituents to the green economy and agribusiness. This is through public forums, encouraging farmers to grow hass Avacado.

3. Compliance with Statutory Requirements

- All disbursements and procurement activities adhered to the Public Procurement and Asset Disposal Act (2015).

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

- Quarterly reports, procurement plans, and financial statements submitted to the NG-CDF Board, Auditor-General, and National Treasury on time.
- Compliance with Kenya Revenue Authority (KRA) tax remittances and statutory deductions (SHIF, NSSF, NITA and Housing levy has been maintained).

4. Major Risks Facing the Fund

Risk	Mitigation Measures
Delayed disbursements from the National Treasury	Continuous follow-up, prioritization of essential projects.
Political interference in project prioritization	Strengthening PMC roles, public participation, and Ward Bursary Committees.
Inadequate contractor performance	Improved vetting, contract enforcement, and use of qualified personnel.
Environmental degradation	Investment in mitigation: afforestation and sustainable construction.

5. Material Arrears and Financial Obligations

As of the close of FY 2024/2025:

As a result of labour based method of project implementation, several challenges were experienced leading to material arrears and financial obligation. However the committee has taken up the issues and will be amicably resolved.

6. Review of the Economy

1. The national economy experienced a recovery trend post-COVID, with GDP growth improving.
2. However, inflation, especially fuel and food prices, impacted project input costs and implementation timelines.
3. The Constituency aligned its priorities to mitigate these effects by promoting local sourcing and community-based contracts.

7. Review of the Sector

1. The CDF sector remains a critical vehicle for grassroots development, enabling citizen participation and rapid impact.
2. National reforms in public procurement and fund oversight have enhanced accountability and transparency in implementation.
3. Continued funding to education, youth, and security reflects national priorities in social protection and stability.

8. Future Developments and Outlook


1. Completion of ongoing projects in Education, ICT, and security is a top priority.
2. Plans to develop a constituency digital bursary application portal to enhance efficiency and fairness.
3. Increased focus on climate resilience, with proposed expansion of water storage, afforestation, and eco-friendly infrastructure.
4. Further strengthening of monitoring and evaluation systems through digital reporting tools and ward-level data dashboards.

9. Other Relevant Information

1. Community participation in project identification remains a strength of the Fund's approach.

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

2. All NG-CDF operations continue to be guided by national priorities, local needs, and available resources.
3. The Fund's management expresses appreciation for the continued support from the public, local stakeholders, the NG-CDF Board, and the National Government.



.....

CPA Carolyn Wanyonyi
Fund Account Manager

8. Environmental and Sustainability Reporting

Environmental matters relate to mitigation of the climate change effects that has been put forward as a government agenda. The recent amendment of NGCDF Act 2015 to increase the allocation to climate change mitigation activities from 2% to 5% has ensured this objective is achieved through the NGCDF Fund. Teso North NG-CDF in its budget for financial year 2024-2025 allocated Ksh 2,200,000 to NYS Achiya Echakara towards purchase of tree seedlings to be planted in various institutions across the constituency.

1. Sustainability strategy and profile -

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

- a. **Education and Training:** Teso North 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, 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 NG-CDF has allocated part of its budget to climate change mitigation activities such as afforestation, reforestation, grassroots sensitization, and tree seedling production.

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

2. Environmental performance

The environmental policy guiding the constituency, and evidence of the policy.

The NGCDF allocates up to 5% of its constituency budget to climate change and environmental activities, including afforestation, waste management, and sensitization campaigns.

These activities align with the **National Environmental Management and Coordination Act**, Kenya's Climate Change Act (2016), and the Sustainable Waste Management Act (2022)

Teso North Constituency reports environmental projects through **public participation forums**, that educate the public on the importance of keeping and maintaining a green environment for sustainability and improvement of the green economy.

The constituency also supports panting of trees with economic benefit that ensure farmers apart from conserving the environment they can also earn income from the trees from bee farming, and fruit trees like avocado, mangoes and bamboo plantations.

Successes, shortcomings, efforts to manage biodiversity.

1.Afforestation & Tree Cover

- Active **tree planting campaigns** contribute toward national goals: increasing tree cover from 12.1% in 2022 to 21% by 2027
- Supports the **15 Billion Tree Growing Campaign** and National Tree Growing Day initiatives.

2.Green School Projects

- Landscaping and tree planting projects at primary and secondary schools, like in Achiya Echakara High school and Albert Ekirapa Kakapel secondary schools in the constituency.

3.Public Awareness & Sensitization

- Teso North constituency conduct **grassroots sensitization** on climate change and solid waste management during barazas and community forums.

Efforts to manage Biodiversity

Afforestation helps **restore riparian zones and degraded lands**, indirectly supporting biodiversity.

Teso North constituency support **nursery seedling production**, including indigenous species and fruit seedlings.

It also involves in **biodiversity strategies** at local level through general tree-planting programs.

Waste Management Policy

Constituencies design and implement **waste disposal and recycling initiatives**, sometimes in collaboration with NEMA or local county governments.

Projects include **school sanitation improvements** and community cleanups that are organized and led by the area member of parliament

These efforts align with the national Sustainable Waste Management Act 2022.

Efforts to reduce the environmental impact of the constituency's activities.

Afforestation and Tree Planting Initiatives

- Teso North constituency has set aside part of their NGCDF allocation for **tree planting and environmental conservation**.
- Trees are planted during project launches, school greening programs, and along roads and riparian areas.

Green School Projects

- New school buildings incorporate:

- **Ventilation and natural lighting** to reduce energy use.
- **Rainwater harvesting systems** is supported by purchasing water tanks and installing water collection equipment for proper water harvesting and conservation.
- **Trees and gardens have been** planted within schools for microclimate and environmental education.

Environmental Impact Assessments (EIAs)

- Before constructing infrastructure (e.g., schools, police posts), an **EIA is required** as per NEMA guidelines.
- This ensures mitigation measures (e.g., dust control, waste disposal, noise reduction) are in place before and during construction.

Waste Management and Sanitation Improvements

This is done through;

- **Toilet block construction** in schools and public facilities.
- **Garbage collection points**, especially in market centers or public institutions.
- Community clean-up activities in partnership with county governments and youth groups.

Public Sensitization and Environmental Awareness

- Barazas and community forums include **environmental education topics** like:
 - Waste segregation
 - The dangers of deforestation
 - Responsible water use
- NGCDFC members often partner with youth, women, and environmental CBOs.

Sustainable Construction Practices

- Use of **locally sourced and sustainable materials** (e.g., machine-cut stones, treated timber and sand) for construction.

Support for Climate Action Projects

Teso North constituency is in support of;

- **Water harvesting for small-scale irrigation.**
- **Desilting of dams** and pans to enhance water security.
- **Soil erosion control** using terracing and vegetation buffers.

Collaborations with Environmental Agencies

- Work in partnership with:
 - **NEMA** (Environmental education & compliance)
 - **Kenya Forest Service, National Youth Service** on improvement of Tree seedlings and planting techniques.
 - **Local county environmental officers**
- *Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities, e.g., planting trees once in an academic calendar.*

NG-CDF Teso North carries out environmental conservation activities which majorly involves tree planting once a year.

Sensitization of youth/ community on the impact of drug abuse.

Objective:

The main objective of Teso North constituency on impact of drug abuse is to **educate, empower, and engage** young people and the broader community to understand the dangers of drug and substance abuse and promote healthy lifestyles.

Key Activities and Approach

Community Education Forums (Barazas)

Use of public barazas and ward-level meetings to:

- Discuss the **physical, mental, and social impact** of drugs.
- Involve **health professionals, former addicts, and religious leaders** as speakers.
- Promote open discussion and remove stigma around addiction.

School-Based Awareness Programs

- Partner with schools to organize:
 - **Talks and seminars** on drugs and peer pressure.
 - **Guidance and counseling sessions** in collaboration with the Ministry of Education.

Mass Media and Social Media Campaigns

- Develop and distribute:
 - Posters and additional writing on project posters on impact of drug abuse.
 - Social media messages (TikTok, Facebook, WhatsApp groups) targeting youth.

Involvement of Health Professionals

- Invite representatives from NACADA, local hospitals, and mental health professionals to:
 - Explain the **effects of substance abuse** (e.g., mental illness, liver damage, addiction).
 - Provide access to **referral information** for rehabilitation and counseling services.

Report on security activities, e.g., construction of police stations supported by NG-CDF

There is only one security activity that has been supported by NG-CDF Teso North in the financial year 2024/25 which is Additional funds for completion of construction of Amoni chief's office to completion.

3. Employee welfare

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

Teso North 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 honouring all contracts and settling payments promptly.

NGCDF has put in efforts to ensure:

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

4. Community Engagements-

Teso North 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

Teso North Constituency deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituents, considering the

***National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025***

national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long-term, was submitted to the NG CDF Board in accordance with the Act.

Public participation is 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.

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


.....
**Name CPA CAROLYNE WANYONYI
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 Teso North 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 (2024/25) 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 Teso North 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 Teso North 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.

**National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025**

The Accounting Officer in charge of the NGCDF Teso North 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.

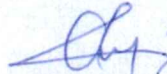
Approval of the financial statements

The NGCDF Teso North Constituency financial statements were approved and signed by the Accounting Officer on 10/11 2025.



.....

Name: MARY OSHOROMO
Chairman – NGCDF Committee



.....

Name: CPA CAROLYNE WANYONYI
Fund Account Manager

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - TESO NORTH 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.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Teso North Constituency set out on pages 1 to 67,

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

which comprise the statement of financial position as at 30 June, 2025 and 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Teso North 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) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2023).

Basis for Qualified Opinion

1. Inaccuracy of the Statement of Changes in Net Assets

The statement of changes in net assets reflects net assets balance of Kshs.175,678,721 as at 30, June, 2025, which includes revaluation reserves balance of Kshs.175,678,721. as at 30 June, 2025. However, there was no documentary evidence provided for audit indicating occurrence of revaluation reserves. In addition, the fund balance brought forward of Kshs.69,010,065, adjustment to recognize assets balance of Kshs.77,721,210, adjustment to recognize liabilities balance of Kshs.165,425 and surplus for the period of Kshs.29,112,871 were erroneously disclosed under revaluation reserves instead of accumulated surplus/deficit as required by reporting template prescribe by the Public Sector Accounting Standards Board.

In the circumstances, the accuracy and completeness of net assets balance of Kshs.175,678,721 as at 30 June, 2025 could not be confirmed.

2. Lack of Acknowledgement Receipts in Issuance of Bursary

During the year under review, the Fund disbursed Kshs.36,505,395 to secondary schools, Kshs.24,342,080 to tertiary institutions and Kshs.1,425,000 to special needs institutions all totalling Kshs.62,272,475. However, records provided for audit review showed that only Kshs.52,377,475 of the disbursed bursaries were acknowledged by the beneficiary institutions leaving an amount of Kshs.9,895,000 unacknowledged. It was not possible to confirm whether the un-acknowledged bursary reached the intended beneficiaries.

In the circumstances, the regularity and accuracy of the bursary disbursements amounting to Kshs.9,895,000 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget of Kshs.336,489,880 against actual receipts of Kshs.300,075,828, resulting in under-funding of Kshs.36,414,052 or 11% of the budget. Similarly, the Fund incurred expenditure of Kshs.159,628,897 against the budget of Kshs.336,489,880 resulting to under-performance of Kshs.176,860,983 or 53% of the budget.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, issues were raised under Report on the Financial Statements, Emphasis of Matter, Report on Lawfulness and Effectiveness in the Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance, as detailed in **Appendix I**. However, Management had not resolved the issues or given any explanation for the delay in resolving the issues.

Other Information

Management is responsible for the Other Information set out on page iii to xlv which comprise of Key Entity Information and Management, NG-CDF Committee, NG-CDFC Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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 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. Delayed Payment of Salary

Review of bank statements and schedules provided for audit indicated that the Fund failed to pay staff on time for a period range of three (3) months. For instance, salary for July, August, and September, 2024 was paid in December, 2024 while October, November and December, 2024 salaries were paid in March, 2025. The salary for January and February, 2025 was paid in March, 2025.

This was contrary to Section 18(2) of the Employment Act, 2007 which states that wages or salaries shall be deemed to be due— (a) in the case of a casual employee, at the end of the day; (b) in the case of an employee employed for a period of more than a day but not exceeding one month, at the end of that period; (c) in the case of an employee employed for a period exceeding one month, at the end of each month or part thereof;

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

2. Abandoned Elalai Primary School Project

The contract for construction of three (3) classrooms vide tender number NG-CDF/TNI/ELALPRI/01/2024-2025 at Elalai primary school was awarded to a construction company at a contract price of Kshs.2,351,250 on 17 December, 2024. However, the contract agreement form was silent on the contract duration. In addition, site visit conducted on 13 June, 2025 revealed that the three classrooms were incomplete and the contractor was not on site.

In the circumstances, value for money was not realized on the project.

3. Delayed Implementation of Contracts

Review of procurement files for the primary school projects indicated that all signed contracts were to end by 17 March, 2025. However, physical verification of twelve (12) schools' projects conducted on 13 June, 2025 revealed that the projects were either, incomplete, ongoing or contractors were not on site. The projects were therefore behind schedule by three (3) months and there were no requests for extension by contractors submitted for audit review.

In the circumstances, value for money was not realized on the delayed projects.

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, based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Non-Compliance with Transition from Cash to Accrual Accounting Framework

Review of the implementation of the cash to accrual basis of accounting roadmap at the Fund revealed that the Accounting Officer of the Fund did not establish a cash to accrual transition committee at the entity level and appoint a project manager to oversee the transition contrary to the National Treasury and Economic Planning Circular Ref. Treasury Circular No.3/2025 of 14 April, 2025 on Guidelines on transition from cash to accrual accounting by the National Government, County Governments and their respective entities.

Further, a detailed roadmap outlining the key milestones at the entity level had not been developed as required.

In the circumstances, the implementation of the transition from cash to accrual basis of accounting was not properly guided.

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

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

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

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

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

17 November, 2025

Appendix I

Unresolved Prior Year Matters


Reference No. of the Auditor-General's Audit Report	Observation
	Report on the Financial Statements
1	Unsupported Project Management Committee Account Balances
2	Variance in Fund Balance Brought Forward
	Emphasis of Matter
	Budgetary Control and Performance
	Other Matter
	Unresolved Prior Year Matters
	Report on Lawfulness and Effectiveness in the Use of Public Resources
1	Failure to Insure Fixed and Movable Assets
2	Construction of two Lecture Rooms at Akiriamet Technical College
	Report on Effectiveness of Internal Controls, Risk Management and Governance
	Lack of Ownership Documents

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

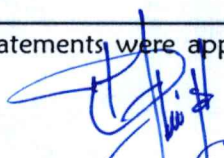
11. Statement of Financial Performance for the Year Ended 30th June 2025

	Note	2024-2025
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	5a	188,414,052
Transfers from domestic and foreign partners	6	-
Revenue from exchange transactions		
Finance income	7	-
Miscellaneous income	8	-
Total revenue		188,414,052
Expenses		
Employee costs	9	5,406,979
Committee expenses	10	3,160,800
Use of Goods and Services	11	6,823,771
Other Government Units Actual expenditure	12	77,433,656
Other Grants and Transfers Actual expenditure	13	66,475,975
Depreciation and amortization expense	14	-
Digital Hubs Expenses Actual expenditure	15	-
Total expenses		159,301,181
Other gains/(losses)		
Gain/Loss on Sale of Assets	16	-
Impairment loss	17	-
Surplus/(Deficit) for the year		29,112,871


The Constituency financial statements were approved by the NGCDFC on 15/11/2025 and signed by:



Chairman NG-CDF
Committee
Name: MARY OSHOROMO



National Sub-County
Accountant
Name: CPA MICHAEL
ODHIAMBO
ICPAK M/No:20238



Fund Account Manager
Name: CPA CARO, YNE
WANYONYI

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

12. Statement Of Financial Position As At 30th June, 2025

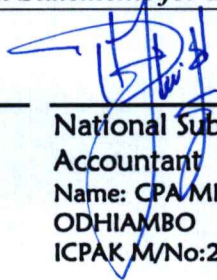
	Note	2024-2025	2023 -2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	18	140,446,931	86,678,360
Receivables from Exchange Transactions	19	-	-
Receivables from Non-Exchange Transactions	20	36,414,052	61,397,468
Prepayments	21	-	-
Total Current Assets		176,860,983	148,075,828
Non-Current Assets			
Property, Plant and Equipment	22	-	-
Intangible Assets	23	-	-
Right-of-use assets	24	-	-
Total Non- Current Assets		-	-
Total Assets (A)		176,860,983	148,075,828
Liabilities			
Current Liabilities			
Trade and Other Payables	25	-	-
Third Party Deposits	26	165,840	264,675
Lease Liabilities	27	-	-
Gratuity Provision	28	1,016,423	1,245,304
Total Current Liabilities		1,182,263	1,509,979
Non-Current Liabilities			
Lease Liabilities	29	-	-
Total Liabilities (B)		1,182,263	1,509,979
Net Assets (A-B)		175,678,721	146,565,850
Represented by:			
Revaluation Reserves		175,678,721	146,565,850
Accumulated Surplus			
Total Net Assets		175,678,721	146,565,850

The Constituency financial statements set out on pages 02 to 25 approved by NG CDFC on 10/11/2025 and signed by:

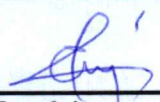
**National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025**



**Chairman NG-CDF
Committee
Name: MARY OSHOROMO**



**National Sub-County
Accountant
Name: CPA MICHAEL
ODHIAMBO
ICPAK M/No:20238**



**Fund Account Manager
Name: CPA CAROLYNE
WANYONYI**

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

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	69,010,065	-	69,010,065
Adjustments			
Recognition of Assets	77,721,210		77,721,210
Recognition of Liabilities	165,425		165,425
As at July 1, 2025	146,565,850		146,565,850
Surplus/(Deficit) For the Period	29,112,871		29,112,871
Revaluation Gain/Loss	-	-	-
As at June 30, 2025 (current year)	175,678,721	-	175,678,721

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.

Recognition of Liabilities of Ksh165,425 was for retentions held in pmc accounts at the beginning of the financial year for the following institutions

Akudiet primary school ksh.43,000

Akobwait CHA sec school Ksh.122,425

While recognition of assets of ksh. 77,721,210 comprises the following:

PMC bank balances	16,323,742
Disbursement owing from the Board	61,397,468
Prepayments	-
Total assets	77,721,210

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

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

	Notes	2024-2025 Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board	5b	213,397,468
Transfers from domestic and foreign partners		-
Finance income		-
Miscellaneous income		-
Total Receipts		213,397,468
Payments		
Employee costs		5,635,860
Committee expenses		3,160,800
Use of Goods and Services		6,823,771
Other Government Units Certified Works		77,532,491
Other Grants and Transfers		66,475,975
Digital Hubs Expenses		-
Total Payments		159,628,897
Net Cash Flows from/ (used in) Operating Activities	30	53,768,571
Cash flows From Investing Activities		
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		-
Net increase/(decrease) in cash & Cash equivalents		53,768,571
Cash Flows from Financing Activities		
Lease Payment		-
Net Cash Flows from Financing Activities		53,768,571
Cash and cash equivalents at 1 July	19	86,678,360
Cash and cash equivalents at 30 June	19	140,446,931

(PSASB has prescribed the direct method of cash flow preparation/ presentation for all entities under the IPSAS accrual basis of accounting.)

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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 (C/Bk) and AIA	Previous Years' Outstanding disbursements	2024-2025	2024-2025		
Revenue							
Transfers From the NGCDF Board	188,414,052	86,678,360	61,397,468	336,489,880	300,075,828	36,414,052	81.21%
Transfers from domestic and foreign partners	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	-	-	
Totals	188,414,052	86,678,360	61,397,468	336,489,880	300,075,828	36,414,052	81.21%
Expenses							
Employee costs	5,699,898	1,270,454	-	6,970,352	5,635,860	1,334,492	95.31%
Committee expenses	3,808,000	631,060	-	4,439,060	3,160,800	1,278,260	83.00%
Use of Goods and Services	7,449,367	690,981	-	8,140,348	6,823,771	1,316,577	91.60%
Other Government Units Certified Works	76,802,300	55,750,365	56,097,468	188,650,133	77,532,491	111,117,642	56.39%
Other Grants and Transfers	83,754,487	27,233,143	5,300,000	116,287,630	66,475,975	49,811,655	78.97%

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 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 (C/Bk) and AIA	Previous Years' Outstanding disbursements	2024-2025	2024-2025		
Digital Hubs Expenses	1,000,000	1,102,357	-	2,102,357	-	2,102,357	
Funds Pending Approval**	9,900,000	-	-	9,900,000	-	9,900,000	0
Total Expenditure	188,414,052	86,678,360	61,397,468	336,489,880	159,628,897	176,860,983	63.38%
Surplus for the period					140,446,931	(140,446,931)	

Explanatory Notes.


***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.*

An under expenditure of 90 % was due to delayed disbursement from the board and delay in roll out of the EGP procurement system.

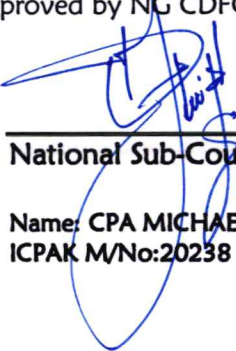
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	176,860,983
Less undisbursed funds receivable from the Board as at 30 th June 2025	36,414,052
Cash and Cash Equivalents at the end of the 30 th June 2025	140,446,931

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025


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 15/11 2025 and signed by:



Fund Account Manager
Name: ~~MARY OSHOROMO~~
CPA Carolyn Wanyonyi



National Sub-County Accountant
Name: CPA MICHAEL ODHIAMBO
ICPAK M/No:20238



Chairman NG-CDF Committee
Mary Oshoromo
Name: CPA CAROLYNE WANYONYI

National Government Constituencies Development Fund (NGCDF)

Teso North Constituency

Annual Report and Financial Statements for The Year Ended June 30, 2025

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 (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	5,699,898	1,270,454		6,970,352	5,635,860	1,334,492
1.2 Committee allowances	1,248,000	430,210		1,678,210	1,248,000	430,210
1.3 Use of goods and services	4,356,945			4,356,945	3,920,420	436,525
Sub-total	11,304,843	1,700,664	-	13,005,507	10,804,280	2,201,227
2.0 Monitoring and evaluation						
2.1 Capacity building	1,960,000	376,308		2,336,308	1,552,800	783,508
2.2 Committee allowances	600,000	200,850		800,850	360,000	440,850
2.3 Use of goods and services	3,092,422	314,673		3,407,095	2,903,351	503,744
Sub-total	5,652,422	891,831	-	6,544,253	4,816,151	1,728,102
3.0 Emergency						
3.1 Primary Schools						
Amagoro Primary School	1,700,000			1,700,000		1,700,000
Kakemer Rc Primary School	1,500,000			1,500,000	1,500,000	0
Changara Primary School	300,000			300,000	-	300,000
3.2 Secondary schools						
Chamasiri Secondary School	1000000			1,000,000	-	1,000,000

National Government Constituencies Development Fund (NGCDF)

Teso North Constituency

Annual Report and Financial Statements for The Year Ended June 30, 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/BK) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
3.3 Tertiary institutions						
3.4 Security projects						
Moding Police Station	150000			150,000	-	150,000
Teso North Dcc Office Compound	700000			700,000	-	700,000
3.5 Others						
Huduma Centre Amagoro	500,000			500,000	500,000	0
Construction of CDF office	1,000,000			1,000,000	1,000,000	0
3.5 Unutilized	3,066,529	14,933,109		17,999,638		17,999,638
Sub-total	9,916,529	14,933,109	-	24,499,638	3,000,000	21,849,638
4.0 Bursary and Social Security						
4.1 Primary Schools				-		-
4.2 Secondary Schools	40,000,000			40,000,000	36,505,395	3,494,605
4.3 Tertiary Institutions	33,865,620	3,037,526		36,903,146	24,342,080	12,561,066
4.4 Special needs	1,500,000	451960		1,951,960	1,425,000	526,960
4.5 Education Support Programmes				-		-
4.6 Social Security		1,654,539		1,654,539	18,000	1,636,539
Sub-total	75,365,620	5,144,025	-	80,509,645	62,290,475	18,219,170
5.0 Climate Change Mitigation						

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
		Kshs	Kshs	Kshs	Kshs	Kshs
Akiriamasit Pr School		101,960	120,000	221,960		221,960
Aloete Primary School		101,960	120,000	221,960		221,960
Chelelemuk Boys Primary School		101,960	120,000	221,960		221,960
Kakoli Pr School		101,960	120,000	221,960		221,960
Kangelemuge Primary School		101,960	120,000	221,960		221,960
Katotoi Primary School		101,960	120,000	221,960		221,960
Osasame Primary School		101,960	120,000	221,960		221,960
St Lawrence Akapijan Primary School		101,960	120,000	221,960		221,960
Kamolo Primary School		101,960	120,000	221,960		221,960
Kaukotoit Primary School		101,960	120,000	221,960		221,960
Kidek Primary School		101,960	120,000	221,960		221,960
St Paul Kakemer Secondary School		101,960	120,000	221,960		221,960
Changara Secondary School		101,960	120,000	221,960		221,960
Katakwa Secondary School		101,960	120,000	221,960		221,960
Aboloi Secondary School		101,960	120,000	221,960		221,960
St Teresas Malaba Secondary School		101,960	120,000	221,960		221,960
Apokor Secondary School		101,960	120,000	221,960		221,960
Kmtc Kocholia		101,960	220,000	321,960		321,960

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Achiya Echakara NYS	2,172,338	101,960	220,000	2,494,298	2,230,000	264,298
Rwatama – KIHBT		101,960	220,000	321,960		321,960
Sub-Total	2,172,338	2,039,200	2,700,000	6,911,538	2,230,000	4,681,538
6.0 Primary Schools Projects (List All The Projects)						
Achunet Primary School		473		473	-	473
Ack Chemasiri Primary School		254		254	-	254
Adanya Primary School-Classroom		710		710	-	710
Adurukoit Primary School		3,076		3,076	-	3,076
Akadot Primary School	1,000,000	256		1,000,256	-	1,000,256
Akichelesit Primary School		153		153	153	-
Akichelesit Primary School		236		236	-	236
Akiriamasit Pr School		2,161,044		2,161,044	2,160,358	687
Akiriamet Primary School		354		354	-	354
Akiriamet Primary School		21,088		21,088	-	21,088
Akolong Primary School		4,786		4,786	-	4,786
Akudiet Primary School		2,145,008		2,145,008	1,370,255	774,753
Akulony Primary School		618		618	-	618
Aloete Primary School		30,050		30,050	-	30,050

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Amagoro Primary School		2,241,552		2,241,552	1,968,897	272,655
Amoni Primary School	1,000,000	299,487		1,299,487	293,251	1,006,237
Chelelemuk Boys Primary School		175		175	73	103
Ekisegere Pr School	1,000,000	8,460		1,008,460	-	1,008,460
Elalai Primary School		3,300,087		3,300,087	2,988,376	311,711
Goromait Primary School	1,000,000			1,000,000		1,000,000
Ikapolok Primary School		1,599		1,599	-	1,599
Kaejo Primary School		1,260,319	1,071,719	2,332,038	1,908,095	423,943
Kagutio Pr Sch		1,134,139	1,071,719	2,205,858	1,559,509	646,349
Kajei Primary School		275		275	-	275
Kakapel Primary School		3,501,242		3,501,242	3,429,408	71,834
Kakapel Special School		1,045		1,045	-	1,045
Kakemer Rc Primary School	12,000,000	241,121	15,000,000	27,241,121	2,350,367	24,890,754
Kakeriaut Primary School		2,147		2,147	-	2,147
Kakoli Pr School	1,000,000	995		1,000,995	-	1,000,995
Kalalaran Primary School		2,002,436		2,002,436	1,710,356	292,081
Kamunyele Primary School		1,348		1,348	-	1,348
Kamuriai Pr School		2,001,560		2,001,560	1,462,681	538,879
Kangelemuge Primary School		868		868	-	868

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Kapesur Primary School		28,534		28,534	-	28,534
Kasinge Primary School	1,000,000			1,000,000		1,000,000
Katanyu Primary School		24,762		24,762	-	24,762
Katotoi Primary School		2,003,828		2,003,828	1,680,700	323,128
Ketebat Primary School		20,152		20,152	-	20,152
Kokare Primary School	1,000,000			1,000,000	-	1,000,000
Kokeri Primary School		1,640		1,640	-	1,640
Kolanya Boys Primary School	1,000,000	43,021		1,043,021	-	1,043,021
Kolanya Girls Primary School		15,680		15,680	15,615	65
Kolanya Girls Primary School		14,444		14,444	14,415	29
Kongololo Primary School		512		512	-	512
Kongurakol Primary School	1,000,000	1,096		1,001,096	-	1,001,096
Kopiya Primary School	1,000,000			1,000,000		1,000,000
Korisai Primary School		16,814		16,814	-	16,814
Koruruma Pr School	1,000,000	124		1,000,124	-	1,000,124
Koteko Primary School	1,000,000			1,000,000		1,000,000
Malaba Township Primary	15,000,000	3,902		15,003,902	-	15,003,902
Matumbai Primary School		287		287	-	287
Oburi Kode Primary School	1,000,000			1,000,000		1,000,000
Okuleu Primary School		329		329	-	329

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Onyunyur Primary School		20,539		20,539	-	20,539
Opaare Pr School		1,100		1,100	-	1,100
Osasame Primary School		1,082,595	1,071,720	2,154,315	1,757,836	396,479
Osopotoit Pr School		960		960	-	960
Rwatama Primary School		81,706		81,706	-	81,706
St Lawrence Akapijan Primary School		1,647		1,647	-	1,647
St Marys Osajai Primary School		527		527	-	527
Toto Kakile Primary School		408		408	-	408
Kasogol Kapel Primary School		2,143,440		2,143,440	2,042,982	100,458
Arthur Odera Primary School		1,071,719	1,071,719	2,143,438	1,673,425	470,013
St Gabriel Moru Primary School		1,071,719	1,071,719	2,143,438	1,818,550	324,888
Kabukui Primary School		1,071,719	1,071,719	2,143,438	426,844	1,716,594
Kakurikit Primary School		2,000,000		2,000,000	1,511,683	488,317
Kisiombe Primary School		1,071,719	1,071,719	2,143,438	1,918,345	225,093
Akibui Primary School		2,143,438		2,143,438	2,139,225	4,213
Sub-Total	40,000,000	34,305,322	22,502,034	96,807,356	36,201,397	60,605,960
7.0 Secondary Schools Projects (List All The Projects)						
Achiya Echakara Secondary		30,013		30,013	-	30,013

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
School						
Akobwait Cha Sec Sch		244,287		244,287	142,718	101,569
Amoni Secondary School		7,387		7,387	-	7,387
Kekalet Secondary School	1000000	500657		1,500,657	-	1,500,657
Kolanya Boys High Sch	1,040,000	94,965		1,134,965	-	1,134,965
Moding High School		3,263,170	588,500	3,851,670	3,850,999	671
Sa Adanya Secondary School		87,161		87,161	-	87,161
Sa Aedomoru Sec Sch		303		303	-	303
Sa Kolanya Girls National School		403,035		403,035	387,360	15,675
St Benard Kakurikit Secondary School	9,762,300	6,618		9,768,918	-	9,768,918
St John Kajei Secondary School		955		955	-	955
St Jude Korisai Girls Secondary School	6,000,000	93,519		6,093,519	-	6,093,519
St Thomas Amagoro Girls Secondary Sch		9,810,067		9,810,067	9,757,875	52,192
St. Jude Onyunyur Sec		780		780	-	780
Sub-Total	17,802,300	14,542,917	588,500	32,933,717	14,138,952	18,794,765
8.0 Tertiary Institutions Projects (List All The Projects)						

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Achiya Echakara Nys	5000000	6,057	19,006,934	24,012,991	19,172,184	4,840,807
Achiya Echakara Nys	4000000			4,000,000	100,000	3,900,000
Achiya Echakara Nys			10,000,000	10,000,000		10,000,000
Chamasiri Tvc	3000000	996,005		3,996,005	952758	3,043,247
Kmtc Kocholia		5,758,076		5,758,076	2750000	3,008,076
Rwatama – Kihbt		4,942		4,942	0	4,942
Malaba Youth Empowerment Centre		137046	1000000	1,137,046	948907	188,139
Akiriayet Ttc	2500000		3000000	5,500,000	1768293	3,731,707
Sub-Total	14,500,000	6,902,126	33,006,934	54,409,060	25,692,142	28,716,918
9.0 Security Projects						
Aboloi Chiefs Office		299,487		299,487	-	299,487
Akadetewai Chiefs Office		97		97	-	97
Akichelesit Gsu Camp		34,310		34,310	-	34,310
Changara Chiefs Office		1,828,507		1,828,507	-	1,828,507
Chelelemuk Assistant Chiefs Office		292		292	-	292
Dcc Teso North Old Office		175	700,000	700,175		700,175
Kakemer Ap Police Post		1,501,256		1,501,256	16,000	1,485,256
Kamuriai Chiefs Office		400,350		400,350	384,500	15,850
Kocholya Chiefs Office		86		86	-	86

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kolanya Chiefs Office		14,011		14,011	-	14,011
Malaba Police Station		11,189		11,189	-	11,189
Moding Chiefs Office		810		810	-	810
Moding Police Station		1,365		1,365	-	1,365
Okuleu Chiefs Office		24,141		24,141	-	24,141
Teso North Ap Camp		723		723	-	723
Teso North Dcc Office Compound		10	900,000	900,010	-	900,010
Amoni Chiefs Office	1800000	1000000	-	2,800,000	-	2,800,000
Sub-total	1,800,000	5,116,809	1,600,000	8,516,809	400,500	8,116,309
10.0 Acquisition of assets						
10.1 Motor Vehicles (including motorbikes)						
10.2 Rural Electrification Authority		1,000,000		1,000,000		1,000,000
10.3 Construction of CDF office		99,250.00		99,250		99,250
10.3 Strategic plan		3,107		3,107		3,107
10.4 Purchase of furniture and equipment						
10.4 Purchase of computers						

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
10.5 Purchase of land						
Sub-total		1,102,357	-	1,102,357		1,102,357
11.0 Digital Hubs						
<i>(Itemize as per the code list)</i>						
Sub total						
12.0 Others						
Huduma Centre Amagoro			1,000,000	1,000,000	55,000	945,000
Sub total		-	1,000,000	1,000,000	55,000	945,000
13.0 Funds pending approval**						
13.1 Unapproved projects	9,900,000	-		9,900,000		9,900,000
13.2 AIA	-			-		-
Sub-total	9,900,000	-	-	9,900,000	-	9,900,000
Total	188,414,052	86,678,360	61,397,468	336,489,880	159,628,897	176,860,984

(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 Teso North Constituency principal activity is steering infrastructural improvement in institutions of learning and security institutions and providing education support through bursaries and scholarships.

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 International Public Sector Accounting Standards (IPSAS). The NG-CDF Teso North 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 Teso North 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,

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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.

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 (*include any other applicable legislation*), 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

(When an IPSAS becomes effective on 1st January 2025, it is applicable in Kenya from 1st July 2025)

- 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	<i>Applicable 1st January 2025</i> 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 cashflows of an Entity. The new standard requires entities to recognize, measure and present information on right of use assets and lease liabilities. Not applicable
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> The Standard requires, 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: 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.

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

	<i>Not applicable</i>
IPSAS 45: Property Plant and Equipment	<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 recognised 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><i>Not applicable</i></p>
IPSAS 46: Measurement	<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><i>Not applicable</i></p>
IPSAS 47: Revenue	<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</p>

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

	<p>transactions. This standard brings all the guidance of accounting for revenue 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><i>Not applicable</i></p>
<p>IPSAS 48: Transfer Expenses</p>	<p><i>Applicable 1st January 2026</i></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><i>Not applicable</i></p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p><i>Applicable 1st January 2026</i></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><i>Not applicable</i></p>
<p>IPSAS 50: Exploration For & Evaluation of Mineral Resources</p>	<p><i>Applicable 1st January 2027</i></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.

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

	<i>Not applicable</i>
--	-----------------------

iii. Early adoption of standards

The Entity did not early – adopt any new or amended standards in the financial year or *the entity adopted the following standards early (state the standards, reason for early adoption, and impact on the entity’s financial statements.)*

3. 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 10th 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.

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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 amortised 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 cashflows 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* .

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 labour 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 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 recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises 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

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

4. 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 organisation e.g. provision for bad debts, provisions of obsolete stocks and how management estimates these provisions).

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

5. (a) Transfers from the NGCDF Board

Description	2024 -2025
	Kshs
NGCDFB Transfers (Allocation for the FY)	188,414,052.20
Total	188,414,052.20

5 .(b)

Description	2024 -2025
	Kshs
NGCDFB Transfers (Actual receipts from the NGCDF Board for the FY)	213,397,468
Total	213,397,468

6. Transfers from domestic and foreign partners

Description	2024 -2025
	Kshs
Grants	-
Total	-

7. Finance income

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

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

8. Miscellaneous income

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

9. Employees cost

	2024 -2025
	Kshs
NG-CDFC Basic staff salaries	3,275,339
Personal allowances paid as part of salary	-
House Allowance	384,000
Transport Allowance	480,000
Leave allowance	-
Gratuity to contractual employees	976,998
Employer Contributions Compulsory national social security schemes	228,288
Employer Contributions Compulsory Housing levy	55,854
Employer contributions to National Industrial Training Authority	6,500
Other Specify	-
Total	5,406,979

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

10. Committee Expenses

	2024 -2025
	Kshs
Sitting allowance	1,710,000
Other Committee expenses	1,450,800
Total	3,160,800

11. Use of Goods and services

	2024 -2025
	Kshs
Utilities, supplies and services	98,281
Communication, supplies and services	622,000
Domestic travel and subsistence	1,062,900
Printing, advertising and information supplies & services	200,000
Office Rent	-
Training expenses	1,712,200
Hospitality supplies and services	776,430
Insurance costs	-
Specialized materials and services	-
Office and general supplies and services	700,000
Fuel, oil & lubricants	420,010
Bank charges	16,750
Routine maintenance – vehicles and other transport equipment	200,000
Routine maintenance – other assets	85,000
Strategic plan expenses	-
Other operating expenses	930,200
Total	6,823,771

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

12. Other Government Units Actual expenditure

Description	2024 -2025
	Kshs
Primary Schools Actual expenditure	37,725,108
Secondary Schools Actual expenditure	14,016,407
Tertiary Institutions Actual expenditure	25,692,142
Total	77,433,656

13. Other Grants and transfers Actual expenditure

	2024 -2025
	Kshs
Bursary – secondary schools	36,505,395
Bursary – tertiary institutions	24,342,080
Bursary – special schools	1,425,000
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	18,000
Security projects Actual expenditure	400,500
Climate change mitigation projects	2,230,000
Emergency projects Actual expenditure	1,500,000
Roads projects Actual expenditure	
Others specify	55,000
Total	66,475,975

14. Depreciation and Amortization Expenses

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

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

15. 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 (<i>specify</i>)	-
Total	-

16. Gain/loss on Sale of Assets

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

17. Impairment Loss

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

18. Cash and Cash Equivalent

Name Of Bank and Account No.	2024 -2025	2023 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
<i>Teso North NG-CDF 1050278831272 (Operations account)</i>	65,973,470	70,354,618
<i>Operations account pending closure (Indicate name & account no.)</i>	-	-
<i>Teso North NG-CDF 1050285805620 (Deposit account)</i>	1,115,673	-

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

<i>Name of Bank, account No. (PMC accounts)</i>	73,357,789	16,323,742
Total	140,446,931	86,678,360
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

19. Receivables from Exchange Transactions

Description	2024 -2025	2023 - 2024
	Kshs	Kshs
Total receivables		
Other exchange debtors (<i>Specify</i>)	-	-
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		2023 - 2024	
	Kshs		Kshs	
	Current FY	% 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)	-	%	-	%

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

20. Receivables from Non-Exchange Transactions

Description	2024 -2025		2023 -2024	
	Kshs		Kshs	
Transfers from NGCDFB	36,414,052		61,397,468.00	
Outstanding imprest	-		-	
Total	36,414,053		61,397,469	
Ageing Analysis- Receivables from non-exchange transactions	2024-2025	% of the total	Opening Balance	% of the total
Less than 1 year	36,414,052	100%	61,397,468	100%
Between 1- 2 years		0%	-	0%
Between 2-3 years	-	0%	-	0%
Over 3 years	-	0%	-	0%
Total (a+b)	36,414,052	100%	61,397,468	100%

Ksh. 36,414,052 relates to transfers from NGCDFB which had not been received as at 30.6.2025 . this was for two financial years as follows

2023/2024	4,000,000
current year allocation(2024/2025)	32,414,052
Total Owings	36,414,052

21. Prepayments

Description	2024 -2025		2023 2024	
	Kshs		Kshs	
Prepaid Rent	-		-	
Prepaid Insurance	-		-	
Prepaid Electricity Costs	-		-	
Other Prepayments (<i>Specify</i>)	-		-	
Total	-		-	

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

22. 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	-	-	-	-	-	-	-	-
Depredation And Impairment	-	-	-	-	-	-	-	-
Opening Depreciation	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	-	-	-
Net Book Values	-	-	-	-	-	-	-	-
Opening Bal as at 1st July 2024	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	-	-	-

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).

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	Accumulated Depreciation	NBV
	Kshs	Kshs	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	-	-

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

23. 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	

24. Right-of use assets

Description	Buildings	Plant	Equipment	Total
	Kshs	Kshs	Kshs	Kshs
Cost				
As At 1 July (Comparative period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 2024 (Comparative Period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 2024 (Current FY)	-	-	-	-
	-	-	-	-
Accumulated Depreciation	-	-	-	-
As At 1 July 2025(Comparative period)	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2024 (Comparative period))	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2025 (Current FY)	-	-	-	-
	-	-	-	-
Carrying Amount				

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

As At 30 June 2025 (Current FY)	-	-	-	-
As At 30 June 2024. (Comparative Period)	-	-	-	-

25. Trade and Other Payables

Description	2024 -2025		2023 2024	
	Kshs		Kshs	
Trade payables		-		-
Employee payables		-		-
Other payables		-		-
Total trade and other payables		-		-
Aging analysis: (Trade and other payables)	Current FY	% of the Total	1* July	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (tie to above total)				

26. Third-Party deposits

	2024 -2025	
	KShs	
Retention as at 1 st July (A)	264,675	-
Retention held during the year (B)	435,051	264,675
Retention paid during the Year (C)	533,886	-
Closing Retention as at 30th June D= A+B-C	165,840	264,675

Retentions aging analysis.

	2024 -2025	% of the total	2023 2024	% of the total
Less than 1 year	165,840	100%	264,675	100%
1-2 years	0	0%	0	0%
2-3 years	0	0%	0	0%
Over 3 years	0	0%	0	0%
Total	165,840	100%	264,675	100%

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

27. Lease Liabilities

Description	2024 -2025	2023 2024
	Kshs	Kshs
Balance at the beginning of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	-	-
At end of the year	-	-

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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	-

28. Gratuity Provision

Description	2024 -2025	2023 2024
	Kshs	Ksh.
Gratuity at the beginning of the year 1 st of July	1,245,304	-
Gratuity held during the year	976,998	1,245,303
Gratuity paid during the year	1,205,879	-
Total Gratuity Provision 30th June (A+B-C)	1,016,423	1,245,304



29. Cash Generated from Operations

	2024 -2025
	Kshs
Surplus for the period before tax	29,112,871
Adjusted for:	
Depreciation	-
Non-cash grants received	-
Contributed assets	-
Impairment	-
Gains and losses on disposal of assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
Working capital adjustments	
Changes in inventory	-
Changes in receivables	24,983,416
Changes in deferred income	-
Changes in Third party deposits	(98,835)
Changes in gratuity provision	(228,881)
Changes in payments received in advance	-
Net cash flow from operating activities	53,768,571

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

30. 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 programme focuses on unpredictability of changes in the business environment and seeks to minimise 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:

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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 (2024 -2025)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	36,414,052.20	36,414,052.20	-	-
Bank balances	69,973,469.65	69,973,469.65	-	-
Total	106,387,517.85	106,387,517.85	-	-
As at 30 June (2023 2024)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	61,397,468	61,397,468	-	-
Bank balances	70,354,618	70,354,618	-	-
Total	131,752,086	131,752,086	-	-

(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 recognised 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 the constituency . 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 (Current FY)				
Trade payables	-	-	-	-
Current proportion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	976,998	976,998
Total	-	-	976,998	976,998
As at 30th June (Previous FY)				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	1,245,303	1,245,303
Deferred income	-	-	-	-

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Employee benefit obligation	-	-	-	-
Total	-	-	1,245,303	1,245,303

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 optimising 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 recognised assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments.

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.

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 endeavoured to bank with institutions that offer favourable 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 percentage point as a decrease/increase of Kshs 0 (Current FY: Kshs 0). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs 0 (Current FY – Kshs 0)

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 (2024 -2025)				
Financial Assets				
Quoted Equity Investments	-	-	-	-
Non- Financial Assets	-	-	-	-
Investment Property	-	-	-	-
Land And Buildings	-	-	-	-
Total	-	-	-	-
As at 30th June (2023 2024)	-	-	-	-
Financial Assets	-	-	-	-
Quoted Equity Investments	-	-	-	-

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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	2023 2024
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	-	-
Net Debt/(Excess Cash And Cash Equivalents)	-	-
Gearing	-	-

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

31. Related Party Disclosures

	2024 -2025	2023 2024
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	1,710,000	430,210
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	213,397,468	70,354,618
Total	215,107,468	70,784,828

32. Segment Information

(Where an organisation 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)

33. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	2024 -2025	2023 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)

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

Contingent Liabilities

Description	2024 -2025	2023 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	-	-

34. Capital Commitments

Capital Commitments	2024 -2025	2023 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 authorised by the board but at the end of the year had not been contracted or those already contracted for and ongoing).

35. Events after the Reporting Period

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

36. Ultimate And Holding Entity

The Teso North 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.

37. Currency

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

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	800,000			800,000
Buildings and structures	14,277,810			14,277,810
Transport equipment	5,740,000			5,740,000
Office equipment, furniture, and fittings	2,167,164			2,167,164
ICT Equipment and Other ICT Assets	1,742,400			1,742,400
Other Machinery and Equipment	-			-
Intangible assets	-			
Total	24,727,374			24,727,374

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Annex 2 –PMC Bank Balances As At 30th June 2025

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
ACHUNET PRIMARY SCHOOL	EQUITY	1050282595281	473	473
ACK CHEMASIRI PRIMARY SCHOOL	EQUITY	1050279915488	254	254
ADANYA PRIMARY SCHOOL-CLASSROOM	EQUITY	1050278981085	710	710
ADURUKOIT PRIMARY SCHOOL	EQUITY	1050282675846	3,076	3,076
AKADOT PRIMARY SCHOOL	EQUITY	1050279009742	256	256
AKICHELESIT PRIMARY SCHOOL	EQUITY	1050279808477	-	153
AKICHELESIT PRIMARY SCHOOL	EQUITY	1050279904923	236	236
AKIRIAMASIT PR SCHOOL	EQUITY	1050297569757	222,647	17,604
AKIRIAMET PRIMARY SCHOOL	EQUITY	1050280189004	354	354
AKIRIAMET PRIMARY SCHOOL	EQUITY	1050279928562	21,088	21,088
AKOLONG PRIMARY SCHOOL	EQUITY	1050279769783	4,786	4,786
AKUDIET PRIMARY SCHOOL	EQUITY	1050279736676	774,753	1,568
AKULONY PRIMARY SCHOOL	EQUITY	1050278927929	618	618
ALOETE PRIMARY SCHOOL	EQUITY	1050278960124	252,010	30,050
AMAGORO PRIMARY SCHOOL	EQUITY	1050279786100	1,947,074	98,112
AMONI PRIMARY SCHOOL	EQUITY	1050282819406	6,237	299,487
CHELELEMUK BOYS PRIMARY SCHOOL	EQUITY	1050279784294	222,063	175
EKISEGERE PR SCHOOL	EQUITY	1050279091666	8,460	8,460

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
ELALAI PRIMARY SCHOOL	EQUITY	1050279767504	311,711	87
IKAPOLOK PRIMARY SCHOOL	EQUITY	1050278968980	1,599	1,599
KAEJO PRIMARY SCHOOL	EQUITY	1050282676150	423,943	188,600
KAGUTIO PR SCH	EQUITY	1050278931818	646,349	62,420
KAJEI PRIMARY SCHOOL	EQUITY	1050279064759	275	275
KAKAPEL PRIMARY SCHOOL	EQUITY	1050278895525	71,834	3,501,242
KAKAPEL SPECIAL SCHOOL	EQUITY	1050282648282	1,045	1,045
KAKEMER RC PRIMARY SCHOOL	EQUITY	1050279818461	24,890,754	241,121
KAKERIAUT PRIMARY SCHOOL	EQUITY	1050278981906	2,147	2,147
KAKOLI PR SCHOOL	EQUITY	1050278899151	222,955	995
KALALARAN PRIMARY SCHOOL	EQUITY	1050278975803	292,081	2,436
KAMUNYELE PRIMARY SCHOOL	EQUITY	1050282648446	1,348	1,348
KAMURIAI PR SCHOOL	EQUITY	1050278911852	538,879	1,560
KANGELEMUGE PRIMARY SCHOOL	EQUITY	1050278893129	222,828	868
KAPESUR PRIMARY SCHOOL	EQUITY	1050279724695	28,534	28,534
KATANYU PRIMARY SCHOOL	EQUITY	1050279785255	24,762	24,762
KATOTOI PRIMARY SCHOOL	EQUITY	1050282671015	545,088	3,828
KETEBAT PRIMARY SCHOOL	EQUITY	1050278982369	20,152	20,152
KOKERI PRIMARY SCHOOL	EQUITY	1050279371109	1,640	1,640

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
KOLANYA BOYS PRIMARY SCHOOL	EQUITY	1050279008073	43,021	43,021
KOLANYA GIRLS PRIMARY SCHOOL	EQUITY	1050278902766	65	15,680
KOLANYA GIRLS PRIMARY SCHOOL	EQUITY	1050279911492	29	14,444
KONGOLOLO PRIMARY SCHOOL	EQUITY	1050278923894	512	512
KONGURAKOL PRIMARY SCHOOL	EQUITY	1050194459321	1,096	1,096
KORISAI PRIMARY SCHOOL	EQUITY	1050279741613	16,814	16,814
KORURUMA PR SCHOOL	EQUITY	1050278973866	124	124
MALABA TOWNSHIP PRIMARY	EQUITY	1050279052204	6,003,902	3,902
MATUMBAI PRIMARY SCHOOL	EQUITY	1050279914326	287	287
OKULEU PRIMARY SCHOOL	EQUITY	1050278984274	329	329
ONYUNYUR PRIMARY SCHOOL	EQUITY	1050282619857	20,539	20,539
OPAARE PR SCHOOL	EQUITY	1050279010326	1,100	1,100
OSASAME PRIMARY SCHOOL	EQUITY	1050278912424	618,039	10,475
OSOPOTOIT PR SCHOOL	EQUITY	1050278971639	960	960
RWATAMA PRIMARY SCHOOL	EQUITY	1050279067915	81,706	81,706
ST LAWRENCE AKAPIJAN PRIMARY SCHOOL	EQUITY	1050279908979	223,607	1,647
ST MARYS OSAJAI PRIMARY SCHOOL	EQUITY	1050279788565	527	527
TOTO KAKILE PRIMARY SCHOOL	EQUITY	1050279909493	408	408
KASOGOL KAPEL PRIMARY SCHOOL	EQUITY	1050299717894	100,458	

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
ARTHUR ODERA PRIMARY SCHOOL	EQUITY	1050285883005	470,013	
ST GABRIEL MORU PRIMARY SCHOOL	COOPERATIVE	1141130639000	324,888	
KABUKUI PRIMARY SCHOOL	COOPERATIVE	1141049876900	1,716,594	
KAKURIKIT PRIMARY SCHOOL	COOPERATIVE	1141519852500	488,317	
KISIOMBE PRIMARY SCHOOL	COOPERATIVE	1141049282301	225,093	
AKIBUI PRIMARY SCHOOL	COOPERATIVE		29,674	
KAMOLO PRIMARY SCHOOL	COOPERATIVE		221,960	
KAUKOTOIT PRIMARY SCHOOL	COOPERATIVE		221,960	
KIDEK PRIMARY SCHOOL	COOPERATIVE	1141130588601	221,960	
CHANGARA PRIMARY SCHOOL	EQUITY		300,000	
ACHIYA ECHAKARA SECONDARY SCHOOL	EQUITY	1050279682424	30,013	30,013
AKOBWAIT CHA SEC SCH	EQUITY	1050279035063	101,690	244,287
AMONI SECONDARY SCHOOL	EQUITY	1050278986616	7,387	7,387
KEKALET SECONDARY SCHOOL	EQUITY	1050278931144	1,500,657	500,657
KOLANYA BOYS HIGH SCH	EQUITY	1050276556805	94,965	94,965
MODING HIGH SCHOOL	EQUITY	1050263412349	671	1,001,670
SA ADANYA SECONDARY SCHOOL	EQUITY	1050279905706	87,161	87,161
SA AEDOMORU SEC SCH	EQUITY	1050279014854	303	303
SA KOLANYA GIRLS NATIONAL SCHOOL	EQUITY	1050279914653	15,675	403,035

*National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
ST BENARD KAKURIKIT SECONDARY SCHOOL	EQUITY	1050279781850	6,618	6,618
ST JOHN KAJEI SECONDARY SCHOOL	EQUITY	1050263524603	955	955
ST JUDE KORISAI GIRLS SECONDARY SCHOOL	EQUITY	1050278979886	93,519	93,519
ST THOMAS AMAGORO GIRLS SECONDARY SCH	EQUITY	1050279818828	52,192	47,767
ST. JUDE ONYUNYUR SEC	EQUITY	1050278925678	780	780
ST PAUL KAKEMER SECONDARY SCHOOL	EQUITY		221,960	
CHANGARA SECONDARY SCHOOL	EQUITY		221,960	
KATAKWA SECONDARY SCHOOL	EQUITY		221,960	
ABOLOI SECONDARY SCHOOL	COOPERATIVE	1141050787800	221,960	
ST TERESAS MALABA SECONDARY SCHOOL	EQUITY		221,960	
APOKOR SECONDARY SCHOOL	EQUITY		221,960	
CHAMASIRI SECONDARY SCHOOL	KCB		1,000,000	
ACHIYA ECHAKARA NYS	EQUITY	1050282556295	12,005,105	6,057
CHAMASIRI TVC	EQUITY	1050279995296	43,247	996,005
KMTC KOCHOLIA	EQUITY	1050279805702	3,330,036	2,758,076
RWATAMA – KIHBT	EQUITY	1050282516481	326,902	4,942
MALABA YOUTH EMPOWERMENT CENTRE	EQUITY	1050279368247	188,139	137046
AKIRIAMET TTTC	EQUITY	1050285181453	931,707	0
ABOLOI CHIEFS OFFICE	EQUITY	1050282671329	299,487	299,487

National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
AKADETEWAI CHIEFS OFFICE	EQUITY	1050279852235	97	97
AKICHELESIT GSU CAMP	EQUITY	1050279908039	34,310	34,310
CHANGARA CHIEFS OFFICE	EQUITY	1050279805755	1,828,507	1,828,507
CHELELEMUKE ASSISTANT CHIEFS OFFICE	EQUITY	1050282651876	292	292
DCC TESO NORTH OLD OFFICE	EQUITY	1050279818087	950,175	175
KAKEMER AP POLICE POST	EQUITY	1050280158444	1,485,256	1,501,256
KAMURIAI CHIEFS OFFICE	EQUITY	1050278991549	15,850	400,350
KOCHOLYA CHIEFS OFFICE	EQUITY	1050278989288	86	86
KOLANYA CHIEFS OFFICE	EQUITY	1050282649841	14,011	14,011
MALABA POLICE STATION	EQUITY	1050282649834	11,189	11,189
MODING CHIEFS OFFICE	EQUITY	1050279844096	810	810
MODING POLICE STATION	EQUITY	1050280070532	151,365	1,365
OKULEU CHIEFS OFFICE	EQUITY	1050277448096	24,141	24,141
TESO NORTH AP CAMP	EQUITY	1050279917329	723	723
TESO NORTH DEPUTY COUNTY COMMISSIONER OFFICE COMPOUND	EQUITY	1050279111028	1,600,010	10
AMONI CHIEFS OFFICE	EQUITY		1,800,000	1000000
HUDUMA CENTRE AMAGORO	EQUITY	1050285855990	945,000	
TOTAL			73,357,789	16,323,742

**National Government Constituencies Development Fund (NGCDF)
Teso North Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025**

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	Unresolved prior year matters	Management took note of the issue and indicated to correspond	Unresolved	6 Months
2	Lawfulness and effectiveness in the use of public resources	The management complied with the necessary laws governing the procedures that needed to be followed while executing various works	Unresolved	6 Months
3	Effectiveness of internal controls, risk management and governance	The internal controls form a key stake in the management of the office; all necessary measures were to be taken to curb all the gaps that existed in the internal controls	Unresolved	6 Months

.....


**Name CPA Carolyne Wanyonyi
Fund Account Manager.**