

REPUBLIC OF KENYA



REPORT

OF

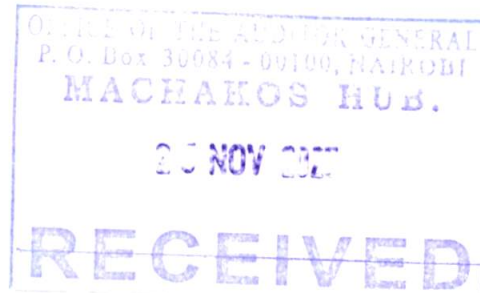
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THE AUDITOR-GENERAL

| | | PAPERS LAID |
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| ON | DATE | 25/07/2026 |
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KAJIADO COUNTY EQUALIZATION FUND

FOR THE YEAR ENDED
30 JUNE, 2025



KAJIADO COUNTY GOVERNMENT

EQUALIZATION FUND

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A: Acronyms

| | |
|-------|---|
| AGPO | Access to Government Procurement Opportunities |
| CA | County Assembly |
| CBK | Central Bank of Kenya |
| CDF | Constituency Development Fund |
| CEO | Chief Executive Officer |
| CECM | County Executive Committee Member |
| CIDP | County Integrated Development Plan |
| CRA | Commission on Revenue Allocation |
| CT | County Treasury |
| EF | Equalization Fund |
| EFAB | Equalization Fund Advisory board |
| ICPAK | Institute of Certified Public Accountants of Kenya |
| IPSAS | International Public Sector Accounting Standards |
| OCOB | Office of the Controller of Budget |
| OAG | Office of the Auditor General |
| NGO | Non-Governmental Organization |
| PFM | Public Finance Management |
| PIIC | Project Identification and Implementation Committee |
| PPPs | Public Private Partnerships |
| PSASB | Public Sector Accounting Standards Board |
| SAGAs | Semi-Autonomous Government Agencies |
| WB | World Bank |

B: Definition of Key Terms

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

Comparative Year- Means the prior period.

2. Key Entity Information and Management

(a) Background information

The Equalization Fund was established under Article 204 (1) of the Constitution of Kenya (COK), 2010, and operationalized by the Public Finance Management (Equalization Fund Administration regulations, 2021). The Kajiado equalisation fund is domiciled in Kajiado county Kenya.

(b) Principal Activities

The EF shall be used to provide basic services, including water, roads, health facilities, and electricity, to marginalized areas to the extent necessary to bring the quality of those services to the level generally enjoyed by the rest of the nation.

(c) Key Management

The *Fund's* management is under the following key organs:

| No. | Designation |
|-----|---|
| 1. | County Technical Committee |
| 2. | Sub County Technical Committee |
| 3. | Project Identification and Implementation Committee |

(d) 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. | County Executive Committee Member for Finance | Mr. Alais Kisota |
| 2. | Head of Finance | Mr. Sankaire Tima |
| 3. | Head of Procurement | Mr. Philip Saidimu |
| 4 | County Equalization Fund Coordinator | Mr. Tenkes Lemaron |
| 5 | County Equalization Fund-Procurement Officer | Mr. Henry Kasairo Stephen |

| | | |
|---|--------------------------------------|-------------------------|
| 6 | County Equalization Fund- Accountant | Miss.Jennifer M,Ranketi |
|---|--------------------------------------|-------------------------|

(e) Key entity information and management (continued)

Equalisation Fund Advisory Board

Mandate:

The Equalisation Fund Advisory Board provides strategic and fiduciary oversight over the management and utilisation of the Fund. It ensures that the Fund is administered in accordance with constitutional and statutory requirements, and that allocations target marginalised areas as intended.

Key Oversight Functions:

- Reviews and approves project proposals submitted for funding, ensuring they align with the Fund's objectives.
- Advises the Cabinet Secretary for the National Treasury on policy and operational matters relating to the Fund.
- Monitors implementation progress and ensures adherence to approved budgets and timelines.
- Ensures compliance with public finance management (PFM) regulations, ethical standards, and value-for-money principles.

2. Parliamentary Oversight (Special Funds Committee)

Mandate:

Parliament, through the **Special Funds Committee** or equivalent oversight committee, exercises accountability and transparency control over the Equalisation Fund as part of its constitutional role in financial oversight of public resources.

Key Oversight Functions:

- Examines and approves the Fund's annual estimates, budgets, and reports submitted by the National Treasury or the administering ministry.
- Reviews the Auditor-General's reports on the Fund and follows up on the implementation of audit recommendations.
- Ensures that resource allocation and expenditure are equitable, lawful, and consistent with the constitutional intent of the Fund.
- Calls and questions accounting officers and board representatives to account for financial management and performance outcomes.

3. Other Oversight Arrangements

Mandate:

In addition to the Board and Parliament, several other institutions contribute to the fiduciary oversight framework to strengthen accountability, transparency, and performance.

Key Oversight Actors and Functions:

- **National Treasury:** Provides overall financial management, disbursement control, and compliance monitoring under the Public Finance Management Act.
- **Office of the Auditor-General:** Conducts independent financial and performance audits of the Fund and reports findings to Parliament.
- **Controller of Budget:** Authorises withdrawals from the Fund and monitors expenditure to ensure funds are used for approved purposes.
- **Public Participation and Civil Society Oversight:** Through community engagement, social audits, and public reporting, stakeholders help ensure that projects are responsive to local needs and that resources are used effectively.

(f) Entity Headquarters

P.O. Box 11 -01100 Kajiado
County Headquarter Offices Building
Off Namanga Road
Kajiado, KENYA

(g) Entity Contacts

Telephone: (254) 720649314
E-mail: KajiadoEF@gmail.com
Website: Kajiado.co.ke

(h) Entity Bankers

Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
NAIROBI, KENYA

(i) Independent Auditor




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




(j) Principal Legal Adviser

1. The Attorney General
State Law Office and Department of Justice
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

2. County Attorney
P.O. Box 11-00100
Kajiado County.

3. Key Management Team

| NAME | DETAILS |
|---|---|
| <p>1.MR. ALAIS KISOTA</p>  | <p>Date of Birth: 18th November 1983</p> <p>Key Qualifications: Bachelor in Business Administration</p> <p>Work Experience: 15 years of experience in both private and public institution</p> <p>Responsibility: County Executive Committee Member for Finance.</p> |
| <p>2.MR. SANKAIRE TIMA</p>  | <p>Date of Birth: 6th December 1982</p> <p>Key Qualification: Bachelor's Degree in Business Management (Marketing Option)</p> <p>Work experience: 17 years' experience in both private and public institutions.</p> <p>Responsibility: Chief officer-finance</p> |
| <p>3MR. PHILLIP SAIDIMU</p>  | <p>Director Supply Chain Management</p> <p>Date of birth;06 june 1980</p> <p>Key Qualifications:Msc in procurement and Logistics BBM (purchasing and supplies)</p> <p>Work experience: 20 years in both public and private institutions</p> <p>Responsibility: Director supply chain management.</p> |

| | |
|---|---|
| <p>4.MR. TENKES LEMARON</p>  | <p>Date of birth:11/02/1989</p> <p>Key Qualifications: Bachelor of Economics</p> <p>Experiences: Eight Years both private & Public institutions.</p> <p>Responsibility: Deputy Director Budget</p> |
| <p>5.MR. STEPHEN KASAIRO</p>  | <p>Date of Birth:22nd Jan 1993</p> <p>Key Qualifications: Bachelor of commerce (supply chain management)</p> <p>Experience:10 years experience in both Private and Public institutions.</p> <p>Responsibility: procurement officer</p> |
| <p>6.Miss.Jennifer Meseno Ranketi</p>  | <p>Date of Birth: 8th February 1990</p> <p>Key Qualifications: Bachelor degree in Commerce (Finance Option) from Kabarak University and Certified Public Accountant (CPA K)</p> <p>Work Experience: been an accountant in the county Government of Kajiado from 2015 to date.</p> <p>Area of Responsibility: Fund Accountant</p> |

4. Report of the County Executive Committee Member for Finance

SECTION A

The Fund's operational and financial performance

The fund operationalized various projects in the sectors of Health, Water, Energy, Education and Roads. Through drilling and equipping of boreholes, Water and Sanitation infrastructure development was improved hence providing water of appreciable quantity and quality at reduced distances for both Livestock and Human populations. Under Green Energy Development and Management, the county government through the Equalization Fund has been able to install solar powered lighting in one of its major towns

Under the health sector the aim of the county government is a population free from preventable diseases and ill health. The equalization Fund has been involved in constructing new health infrastructure and upgrading the existing ones. The cumulative effect of the above is to provide essential quality health Services that is affordable, equitable, accessible and responsive to client needs.

Under the roads sector the county government aims to be the leading institution in providing enabling and cost-effective movement of Kajiado County residents. Through the Equalization Fund the county government has been able to construct, rehabilitate, maintain, and open new roads.

SECTION B

Fund's compliance with statutory requirements

The fund has complied with all the statutory requirements and there are no any major non-compliances that may expose the entity to potential contingent liabilities. There are no ongoing or potential court cases and defaults.

SECTION C

Key projects the Fund is implementing.

The fund is implementing projects in five sectors in the county i.e. Health, Energy, Roads, Education and Water. The implementation of the projects has improved access to health care in the county. The county government set out ensure access to clean water both for domestic and livestock use. In its effort to ensure the urban centers in the county attain 24hour economy and improve security the county government has installed solar street lights in Ilbisil Town. To improve access to different regions within the county through the equalization fund several roads have been constructed, opened and maintained. To ensure improved access to health care the county government through the equalization fund has been able to construct several health centers across the county to improve access to health care.

SECTION D

Major risks facing the Fund.

The fund is not facing Operational Risks, Market Risks, Capital Risk, Credit risks or Liquidity risks.

SECTION E

Material arrears in statutory/financial obligations

The fund had pending bills amounting to kshs.300,509,786 at the end of the FY 2024/25 and no liabilities related to tax default.

SECTION F

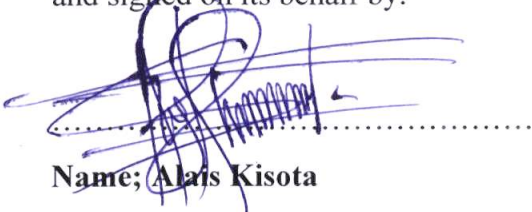
The Fund's financial probity and serious governance issues

The fund has no financial probity or serious governance issues.

Approval of the financial statements

The Fund's financial statements were approved by the management on2025
and signed on its behalf by.

25 Nov.



A handwritten signature in blue ink, appearing to read 'Alais Kisota', is written over a horizontal dotted line. The signature is stylized and includes some scribbles.

Name; Alais Kisota
CECM Finance

5. Statement of Performance against Predetermined Objectives for FY 2024/2025

Kajiado county equalization fund has 5 strategic pillars/ themes/issues and objectives within the current Strategic Plan for the FY 2024/2025 These strategic pillars/ themes/ issues are as follows:

Pillar /theme/issue 1: Water access and sanitation

Pillar/theme/issue 2: Road infrastructure

Pillar/theme/issue 3: Health services

Pillar/theme/issue 4: Energy services

Pillar/theme/issue 5: Education sector.

Kajiado county equalization fund develops its annual work plans based on the above 5 pillars/Themes/Issues. Assessment of the Board's performance against its CIDP is done on a quarterly basis. The kajiado county equalization fund achieved its performance targets set for the FY 2024/2025 period for its FIVE strategic pillars, as indicated in the table below:

| Strategic Pillar/Theme/Issues | Objective | Key Performance Indicators | Activities | Achievements |
|--------------------------------------|--|--|---|---|
| Water access and sanitation | Improve access to clean and safe water | 2000 households with access to clean water; 13 ,number of boreholes constructed | Borehole drilling, water piping, construction of water kiosks | Increased water coverage in marginalized wards like Magadi and Mosiro, iloodokilani and entonet wards |
| Road Infrastructure | Enhance connectivity and mobility | 30Km of roads upgraded; 20 km of paved roads. | Grading, murraming, and paving of feeder roads | Improved access to markets and health facilities in remote areas |
| Health Services | Strengthen healthcare delivery | 6 Number of health facilities upgraded; to serve 1500 people within 5km of a health facility | Construction and equipping of dispensaries and health centers | Reduced maternal and child mortality in underserved zones |

| | | | | |
|---------------------------------|-------------------------------------|--|---|---|
| Energy services | Solarization of rural street lights | 1 No of streetlights installed in towns | Installation of streetlights and highmasts. | Boosted economic activity and school performance in solarized areas |
| Education Infrastructure | Improve learning environments | Number of community forums held; % of projects with public participation | Construction of classrooms, | Enhanced transparency and local ownership of development projects |

6. Corporate Governance Statement

a) Composition of Committees.

County Technical Committee

1. County Commissioner-Chairperson
2. County Executive Committee Member for Finance.
3. Constituency Development Fund managers.
4. Representative of County Assembly.
5. Representatives of implementing sectors with prioritized Projects.
6. Chairperson of the Constituency Development Fund (CDF)

Sub-County Technical Committee

1. Sub-County Commissioner-Chairperson.
2. Four technical officers from ministries relevant to funding priorities.
3. Chairpersons of Project Identification and Implementation Committees within the sub county.
4. Secretary of the Constituency

Project Identification and Implementation Committee

1. Assistant Sub-County Commissioner-Chairman
2. The village administrators of areas defined by the Commission on Revenue Allocation as marginalized.
3. Representative of the women, youth, minorities and persons with disabilities from marginalized areas.

4. A representative of the Constituency Development Fund committee member at the subcounty level; A representative of religious group or local Non-Governmental Organisation (NGO) with office at ward level

b) Functions of Committees

County Technical Committee

1. Approving all projects to be financed from the Fund.

Sub-County Technical Committee.

1. Receive project funding proposals from respective Project Identification and Implementation committees.
2. Evaluate and prioritize all development proposals from the Project Identification and Implementation Committees.
3. Assess the feasibility and cost all project proposals received from the Project Identification and Implementation Committees.
4. Submit project proposals and funding requests received from the Project Identification and Implementation Committees to the county government.
5. Monitor all projects being undertaken and ensure they meet the objectives they are originally meant to achieve.
6. Prepare quarterly reports on funds received and implementation status of all projects financed by the Fund to the county technical committee with a copy to the County Executive Committee Member responsible for matters relating to finance.
7. Prepare and submit annual reports on implementation of all projects financed by the Fund to the county technical committee with a copy to the County Executive Committee Member for Finance.

Project Identification and Implementation Committee.

1. Undertake public participation, in beneficiary areas.
2. Identify and prioritize project in beneficiary areas in line with guidelines issued by the administrator of the Fund.
3. Prepare and submit project funding proposals to sub-county technical committee.
4. Provide oversight on project implementation.

7. Management Discussion and Analysis**1, Operation and Financial indicators FY 2024/2025**

| INDICATORS | FY 2025/TARGET | ACTUAL PERFORMANCE | VARIANCE |
|---|-----------------|--------------------|----------|
| Revenue allocation(0.5%of national revenue) | Kshs,414Million | 396 million | -0.45% |
| Funds disbursed to projects | Kshs.72 million | 72 million | -3.194% |
| Absorption rate | 17% | 18% | |

Key Projects Implemented or Ongoing

| SECTOR | PROJECT NAME | LOCATION | STATUS | BUDGET(KSHS.) |
|-----------|------------------------------------|--------------------|-----------|---------------|
| health | Oldorko dispensary | Magadi ward | ongoing | 10M |
| health | Oloika dispensary | Magadi ward | ongoing | 10.M |
| Health | Entasopia dispensary | Magadi ward | ongoing | 10.M |
| Health | Musenke dispensary | Magadi ward | ongoing | 10M |
| Health | Eremit dispensary | Ewuaso kedong ward | ongoing | 14M |
| Health | Kisharu dispensary | Ewuaso kedong ward | ongoing | 18M |
| Education | Koora primary | Magadi ward | ongoing | 15M |
| roads | Oltinga – emboloi rd | Keekonyokie ward | ongoing | 20M |
| roads | Oldorko rd | Mosiro ward | completed | 22M |
| roads | Olgirra –pelewa rd | Dalalekutuk | ongoing | 17M |
| roads | Naserian-oololairukok-lenturume rd | Magadi ward | completed | 14M |
| roads | Indupa rd | Iloodokilani ward | ongoing | 16M |
| roads | Isinya-oomelok-oltepesi rd | Iloodokilani ward | ongoing | 10M |
| energy | Ilbisil town streetlight | Matapato north | ongoing | 12M |

| | | | | |
|-------|---------------------------------|----------------------|-------------|-----|
| water | Tikoshi- Olodo enterit pipeline | Ilodokilani | completed | 13M |
| water | Singiraine borehole | Ilodokilani | Not started | 11M |
| water | Oloilalei borehole | Entonet/ Lenkism | completed | 14M |
| water | Ilemai Borehole | Entonet/lenkism | completed | 13M |
| water | Enkorika borehole | Dalalekutuk | completed | 15M |
| water | Olmoelian Borehole | Matapato north | completed | 20M |
| water | Moilo borehole | Kuku ward | ongoing | 15M |
| water | Oltotoi Borehole | Imbirikani/eselenkei | ongoing | 14M |
| water | Oloomunyi Borehole | Dalalekutuk ward | ongoing | 15M |
| water | Oiti Borehole | Matapato north | ongoing | 15M |
| water | Olamayiana Borehole | Matapato south | ongoing | 16M |
| water | Ilkinyie borehole | Matapato south | ongoing | 16M |
| water | Betel Borehole and Pipeline | Purko ward | ongoing | 16M |

Budget allocation by sector:

- Water - 45%
- Roads -25%
- Health -19%
- Education -15%
- Energy -7%

3.Compliance with Statutory Requirements.

- **Procurement:** -the kajiado county equalization fund adhered to public Procurement and Asset Disposal Act.
- **Public participation:** -it was conducted in all project planning stages.

4. Major risks facing the fund

| Risk | Impact | Mitigation strategy |
|----------------------|-----------------------|---|
| inflation | Cost overruns | Flexible budgeting and contingency planning |
| Delayed disbursement | Project delays | Early engagement with national treasury |
| Climate change | Infrastructure damage | Climate resilient designs and materials |

5. Material Arrears and obligations/

There has been arrears totaling to **Kshs.321 M** Which were mainly contractors invoices not paid at the end of the financial year due to late disbursement of funds by the national treasury.

6. Review of the sector

- **Water access:** it improved significantly by drilling 12 water projects.
- **Roads paved;** it did 50 km
- **Health:** 5 new dispensaries operational.
- **Energy:** solar streetlights were installed in ilbissil town.
- **Education:** new classrooms were built in schools.

8. Environmental and Sustainability Reporting

i) *Sustainability strategy and profile*

Kajiado County was allocated **KES 396 million** for FY 2024/2025 from the Equalization Fund to support development in marginalized areas of the county which are basically in 3 constituencies namely.

- a) Kajiado Central constituency.
- b) Kajiado West constituency
- c) Kajiado South constituencies

This funding is targeted at:

- **Water access projects**
- **Electrification of underserved regions**
- **Improvement of schools and education infrastructure**
- **Road construction and connectivity.**
- **Improving health facilities.**

These projects are designed to reduce disparities and promote **equitable development**, especially in remote and underserved communities. The fund complements the county's sustainability goals by addressing basic service gaps and enhancing resilience.

The Kajiado county equalization fund broader strategic plan (2024-2028) emphasizes on inclusivity, transparency and improved access to basic services like water, roads, health and electricity. Below are how the above maps onto ESG principles:

a) **Environmental alignment.**

- **Sustainable infrastructure:** investment in water systems, electricity, and roads can reduce environmental degradation with eco-friendly technologies and materials.
- **Climate resilience:** improved access to clean water and energy supports resilience against drought and other climate –related challenges common in kajiado county.
- **Green energy potential:** if part of the electricity rollout solar and other renewables it directly support environmental sustainability.

b) **Social Alignment;**

- **Reducing inequality:** the kajiado Equalization fund targets marginalize areas of the kajiado county, aiming to bridge the gaps in access to essential services.
- **Health and education access:** building hospitals and schools improves public health and literacy, empowering the residents long-term
- **Community engagement:** the strategic plan of the equalization fund emphasizes responsiveness and collaboration with local stakeholders, which is key to social sustainability.
-

c) **Governance alignment.**

- **Transparency and accountability:** the equalization fund Advisory Boards strategic plan highlights these as core values, aligning with governance best practices,
- **Decentralized oversight:** the involvement of county government and local committees ensures participatory governance and localized decision making.
- **Monitoring and evaluation:** though challenges exist, the push for clearer M&E Systems is a step towards stronger governance structures.

ii) **Environmental performance**

Kajiado County Equalization fund is guided by the County Environmental Sustainability Policy (2023), which aligns with the following legal and strategic frameworks:

The Environmental Management and Coordination Act (EMCA), 1999

The Constitution of Kenya (Article 42 – Right to a Clean and Healthy Environment)

National Climate Change Action Plan (NCCAP 2023–2027)

Kajiado County Climate Change Action Plan Sustainable Development Goals (SDGs)

The policy emphasizes climate-resilient infrastructure, resource efficiency, biodiversity conservation, and environmentally sound procurement practices.

The Fund supports marginalized areas in Kajiado County by investing in sustainable development and climate resilience. This report highlights its environmental policy, implementation efforts, and impact.

Guided by the Kajiado County Climate Change Action Plan (2023–2027), the Fund focuses on sustainable land use, clean energy, biodiversity conservation, and community-driven climate adaptation.

These Projects include solar-powered water systems, green buildings, community climate risk assessments, and distribution of eco-friendly technologies like energy-saving stoves and drought-resistant seeds.

The Fund has improved water access, built eco-friendly public infrastructure, raised climate awareness, and initiated biodiversity protection through grazing reserves and reforestation.

The Challenges faced include limited funding, low adoption of new technologies, and waste management gaps. Solutions involve partnerships, training, and expanding recycling infrastructure.

Efforts include rehabilitating rangelands, protecting wildlife corridors, and organizing tree-planting campaigns to restore degraded ecosystems.

The Fund promotes the 4Rs: reducing paper and plastic use, encouraging reuse, providing recycling bins, and ensuring safe disposal of hazardous waste.

Initiatives include digital systems to reduce paper use, banning single-use plastics, using biodegradable packaging, maintaining vehicles to lower emissions, and installing waste segregation bins.

Climate-smart technologies like drought-resistant crops, eco-toilets, and energy-saving stoves are being deployed. Green buildings feature solar lighting, automated systems, and natural ventilation.

The Fund has made meaningful progress in environmental sustainability. Continued investment, community involvement, and strategic partnerships are key to scaling impact and addressing remaining gaps.

iii) *Employee welfare*

The Kajiado County equalization fund operates under the broader framework of the Kajiado County Public Service Human Resource Policies, in line with the Public Service Commission Act, the Constitution of Kenya (2010), and the County Governments Act (2012).

The Kajiado County emphasizes fairness, transparency, and inclusivity in recruitment and management of personnel across the County Technical Committee, Sub county technical committee, Project Identification and Implementation committee.

The hiring process prioritizes diversity and equal opportunity, considering:

Gender balance: Ensuring both men and women are fairly represented.

Youth inclusion: Preference for competent candidates aged 18–35 years.

Persons with Disabilities (PWDs): At least 5% of positions are reserved for PWDs, in line with national policy.

The Kajiado Equalization fund program uses a performance management system aligned with the County HR Framework, based on:

Annual Performance Targets (APT): Set at individual and departmental level.

Mid-year and End-year Appraisals: Used to assess progress, identify capacity gaps, and realign targets.

The County is compliant with the Occupational Safety and Health Act, 2007 (OSHA), and has instituted the following workplace safety measures:

Workplace Risk Assessments are conducted annually in collaboration with the Kajiado County Directorate of Public Health.

During the reporting period:

No major work-related accidents were reported under equalization

Employee Engagement and Welfare Initiatives

The program recognizes the importance of staff morale and well-being. Key efforts included:

Gender-based violence awareness and reporting mechanisms integrated into staff orientation

Flexible work arrangements for expectant and nursing mothers, in line with the Employment Act

iv) Marketplace practices-

a) Responsible competition practice

The County is committed to upholding ethical, transparent, and accountable conduct in all market and service delivery interactions. As a publicly funded initiative, equalization fund adheres to both constitutional principles of public service and the Public Procurement and Asset Disposal Act, 2015, ensuring a level playing field for all market participants.

1. Open and Fair Competition
2. Anti-Corruption and Ethics
3. Improved Service Delivery Mechanisms

b) Responsible Supply chain and supplier relations

The Kajiado County Equalization fund recognizes that a well-managed supply chain is essential to delivering quality, timely, and cost-effective services to citizens. The program is committed to responsible supply chain management through fair treatment of suppliers, adherence to ethical procurement principles, and strict compliance with legal and policy frameworks.

All procurement activities are guided by:

The Public Procurement and Asset Disposal Act, 2015

The County Governments Act, 2012

The Public Finance Management Act, 2012

The County's Internal Procurement Procedures Manual

The program has adopted efficient financial controls and accountability systems to facilitate responsible payment practices

Provide feedback on the procurement process, evaluation transparency, and delivery experience.

Empowerment of Local and Special-Category Supplier

c) Responsible marketing and advertisement or Responsible engagement with the citizens.

The County is in the process of establishing a marketing unit with the responsibility of coordinating market and marketing linkage as well as market information and intelligence to empower farmers and local traders to access profitable and lucrative markets for their products. The County is also establishing a marketing portal which will be useful in connecting traders and market linkage.

The County uses various platforms to engage with citizens while upholding high ethical standards in all interaction. These include media communication, website and digital platforms and community forums (Barazas)

d)Product stewardship or Awareness creation

The County is committed to protecting the rights, safety, and dignity of the citizens it serves. This includes:

Ensuring fair access to services,

Providing accurate and accessible information,

Respecting citizen privacy and data protection laws, and promoting public awareness of constitutional rights and entitlements.

The program ensures that all development activities, especially those involving infrastructure and service delivery, adhere to safety standards that protect both workers and end-users:

Occupational Health Compliance: Implementation teams are trained on the Occupational Safety and Health Act (OSHA), 2007.

Equalization fund program actively engages in public education and awareness campaigns to promote understanding of government services, provide Service access like solarization, building of classroom and other amenities.

9. Statement of Management Responsibilities

Section 167 of the Public Finance Management Act, 2012 and Sec 20 of the Public Finance Management (Equalization Fund Administration) Regulations, 2021 requires that, at the end of each financial year, the Administrator of Kajiado County Fund shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

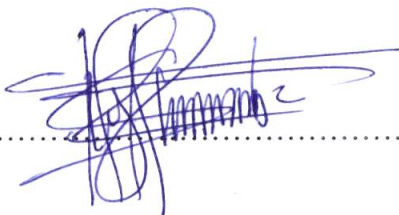
The Management of the Kajiado County Equalization Fund is responsible for the preparation and presentation of the Fund's financial statements, which give a true and fair view of the state of affairs of the Fund as at the end of the financial year ended on June 30, 2025. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Fund; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Management of the Kajiado County Equalization Fund accepts responsibility for the Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and Public Finance Management (Equalization Fund Administration) Regulations, 2021. The Management of the Fund is of the opinion that the Fund's financial statements give a true and fair view of the state of the Fund's transactions during the financial year ended June 30, 2025, and of the Fund's financial position as at that date. The Management further confirms the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Management of the Kajiado County Equalization Fund has assessed the Fund's ability to continue as a going concern and nothing has come to the attention of the Management to indicate 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 Fund's financial statements were approved by the Management on 25 Nov. 2025 and signed on its behalf by.



Name; Alais Kisota

CECM Finance and Economic Planning

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON KAJIADO COUNTY EQUALIZATION FUND FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

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

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

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Kajiado County Equalization Fund set out on pages 1 to 25, which comprise of 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, the financial statements present fairly, in all material respects, the financial position of Kajiado County Equalization Fund 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 (Equalization Fund Administration) Regulations, 2021 and the Public Finance Management Act, 2012.

Basis for Opinion

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

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. There were no key audit matters to report in the year under review.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final budget of Kshs.395,721,767 against actual receipts of Kshs.72,785,804 resulting to under-funding of Kshs.322,935,963 or approximately 82% of the budget.

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

My opinion is not modified in respect of this matter.

Other Information

Management is responsible for the Other Information set out on pages iii to xxiv which comprise of Key Entity Information and Management, Key Management Team, Report of the County Executive Committee Member for Finance, Statement of Performance Against the County Fund's Predetermined Objectives, Corporate Governance Statement,

Management Discussion and Analysis, Environmental and Sustainability Reporting, and Statement of Management's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the 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, 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. Late Submission of Financial Statements

The financial statements for Kajiado County Equalization Fund for the year ended 30 June, 2025 were submitted to the Auditor-General on 4 September, 2025. This is contrary to Paragraph 1.8 of The National Treasury Circular Ref.No:AG.3/88 Vol. VII (41) on Annual Financial Statements Reporting Date Submission Guidelines for all Public Sector Entities which directed that in line with the Public Finance Management Act, all public sector entities, for both National and County Governments, prepare and submit annual financial statements by 31 August, 2025.

In the circumstances, Management was in breach of The National Treasury Circular.

2. Solarization of Olemai and Oltinka Boreholes

Management entered into a contract for the solarization and equipping of Olemai Borehole at a contract sum of Kshs.11,967,500. The contract was signed on 9 December, 2024, with a contract period of three hundred and sixty-five (365) days, inclusive of the defect liability period. Payment totalling Kshs.10,205,389 was paid to the Contractor in May, 2025. However, physical inspection conducted in October, 2025 for the Olemai Borehole project revealed the following;

- i. The project was completed and in use, but no formal handover had been done.
- ii. The project lacked signage and branding for identification and inspection purposes despite having a provision of Kshs.100,000 for the same in the Bill of Quantities.

- iii. The inverter was non-functional due to a faulty changeover switch, resulting in the use of electric power instead of solar energy for pumping water.
- iv. The cattle trough was poorly constructed, with visible iron reinforcement and cracks on the plastered floor.
- v. Provisional sum of Kshs.400,000 relating to supervision and community training on operation and maintenance had not been supported.

In the circumstances, value for money spent on the project could not be confirmed.

3. Proposed Equipping of Betel Borehole in Purko Ward

Management entered into a contract for the solarization and equipping of Betel borehole at a contract sum of Kshs.15,000,899. The contract was signed on 8 October, 2024, with a contract period of three hundred and sixty-five (365) days, inclusive of the defect liability period. The scope of work included supply of materials and laying of 63mm HDPE pipeline to Noolera communal water facility, supply and installation of solar powered surface pump complete with installation sundries and construction of watering facilities (Water kiosk and Cattle trough). However, the contractor installed 42 panels of 340 watts each, while the Bills of Quantities required 42 panels of 350 watts each.

In the circumstances, value for money spent on the project could not be confirmed.

4. Irregularities in Management of Contracts

The County Government of Kajiado signed contracts with various contractors for implementation of various projects. **Appendix I.** However, review of the contracts revealed that;

- i. Nine (9) projects had no start and completion period.
- ii. Two (2) projects did not reflect contract implementation period.
- iii. There was no evidence of appointment of a Project Manager or a Resident Engineer for the projects to help in monitoring the project implementation.
- iv. There was no evidence to confirm site visits since minutes were not provided for audit review.
- v. There were no handover reports and completion certificates provided for Oloilalei borehole and Naserian-Oloolairuk Lenturume Road Projects which were fully complete.
- vi. There were no site possession letters provided which contributed to delay in project implementation in areas with land disputes.
- vii. The progress reports did not contain actual progress status in line with the Bills of Quantities.

5. Pelewa Olgira Oloontulum Road

The Project's status report indicated that the project was 51% complete. However, physical verification in the month of August, 2025 revealed that the laying of murram was

comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

28 November, 2025

poorly done with only half of the road completed which had subsequently been washed away by the rains. In addition, there were evident gullies on the road and there was no work ongoing. Further, the extension of the contract period was not provided for audit review.

In the circumstances, value for money spent on the projects could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of the Management and those Charged with Governance

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements

Appendix I: Irregularities in Management of Contracts

| Contract No. | Contract Sum (Kshs.) | Amount Certified to Date (Kshs.) | Project Start Date | Contract Period | Contract End Date |
|-----------------------------------|----------------------|----------------------------------|-------------------------------|-----------------|-------------------|
| CGK/RPWTE/ONT/EF/2/2024- 2025 | 13,841,120 | 13,800,520 | None | 60 days | None |
| CGK/RTPWE/ONT/EF/05/2024- 2025 | 16,499,377 | 8,207,580 | 14 days from contract signing | 180 days | None |
| CGK/RPWTE/ONT/EF/3/2024-2025 | 9,354,472 | 5,303,520 | None | 6 months | None |
| CGK/ONT/DEV/WIEN/EF/06/202 4-2025 | 14,992,783 | 2,632,272 | None | | None |
| CGK/ONT/DEV/WIEN/EF/13/202 4-2025 | 12,895,256 | 12,895,256 | None | | None |
| CGK/ONT/DEV/WIEN/EF/11/2024-2025 | 11,967,140 | 11,967,140 | None | 1 year | None |
| CGK/RPWTE/ONT/EF/6/2024/2025 | 17,727,738 | 9,226,849 | None | Six Months | None |
| CGK/ONT/WIEN/DEV/EF/4/2024-2025 | 14,101,187 | 4,523,188 | None | 1 Year | None |
| CGK/ONT/DEV/WIEN/EF/05/2024-2025 | 15,896,650 | 4,188,880 | None | 1 Year | None |

11. Statement of Financial Performance for the year ended 30 June 2025

| Description | Note | 2024- 2025 | 2023-2024 |
|---|------|--------------------|-----------|
| | | Kshs | Kshs |
| Revenue from Non-Exchange Transactions | | | |
| Transfers from Equalization fund | 6 | 395,721,767 | 00 |
| Total revenue | | 395,721,767 | 00 |
| | | | |
| Expenditure | | | |
| Use of goods and services | 7 | 373,255,351 | 00 |
| Total expenditure | | 373,255,351 | 00 |
| | | | |
| Surplus/(deficit) for the Period | | 22,466,416 | 00 |

The notes set out on pages 7 to 36 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 6 were signed by:

.....

Name; Alais Kisota

CECM-Finance

Date:



Name: C.P.A.Jennifer Meseno Ranketi

Fund Accountant

ICPAK M/No: 30127

Date 25/11/2025

12. Statement of Financial Position as at 30 June 2025

| Description | Note | 2024- 2025 | 2023-2024 |
|---------------------------------------|------|--------------------|-----------|
| | | Kshs | Kshs |
| Assets | | | |
| Current Assets | | | |
| Cash And Cash Equivalents | 8 | 7,314,796 | 00 |
| Receivables non-exchange transactions | 9 | 322,935,962 | 00 |
| Total Assets (A) | | 330,250,758 | 00 |
| | | | |
| Liabilities | | | |
| Current Liabilities | | | |
| Certificates Payable | 10 | 300,509,786 | 00 |
| Retention | 11 | 7,274,556 | 00 |
| Total current Liabilities (B) | | 307,784,342 | 00 |
| | | | |
| Net Assets (A-B) | | 22,466,416 | 00 |
| | | | |
| Represented by: | | | |
| Accumulated Surplus | | 22,466,416 | |
| | | | |
| Net Assets | | 22,466,416 | 00 |

The financial statements set out on pages 1 to 6 were signed by:

.....
Name: **Name: Alais Kisota**

CECM-Finance

Date

.....
Name: **C.P.A Jennifer Meseno Ranketi**

Fund Accountant

ICPAK M/No: 30124

Date 25/11/2025

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

| Description | Accumulated surplus |
|--|---------------------|
| | Kshs |
| Prior Year | |
| Balance As At 1 July 2023 | - |
| Surplus/(Deficit) For the Period | - |
| Balance As At 30 th June 2024 | - |
| | |
| Current Year | |
| Balance As At 1 July 2024 | - |
| Surplus/(Deficit) For the Period | 22,466,416 |
| Balance As At 30 th JUNE 2025 | 22,466,416 |

14. Statement of Cash Flows for the year ended 30 June 2025

| Description | No te | 2024- 2025 | 2023-2024 |
|---|----------|-------------------|-----------|
| | | Kshs | Kshs |
| Cash flows from operating Activities | | | |
| Receipts | | | |
| Receipt from Equalization Fund | | 72,785,805 | - |
| Total Receipts | | 72,785,805 | - |
| | | | |
| Payments | | | |
| Use of goods and services | | 72,745,565 | - |
| | | | |
| Net cash flows (to)/from operating activities (a) | 12 | 40,240 | - |
| | | | |
| Cash flows from investments | | - | |
| | | | |
| Net cash flows (to)/from investing activities (b) | | - | - |
| | | | |
| Cash flows from financing | | - | - |
| | | | |
| Net cash flows (to)/from financing activities (c) | | - | - |
| | | | |
| Movement in cash and cash equivalents | | 40,240 | - |
| | | | |
| Net increase/ decrease in cash and cash equivalents. (d) = (a) + (b) +(c) | | 40,240 | - |
| Cash and cash equivalents at the beginning of the year | | - | - |
| Cash and cash equivalents at the end of the Period | | 40,240 | - |

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

| | Original budget(s) As Appropriated in the year 2024/2025 FY | Balance from Previous Years | Final budget of Total funds appropriated | Actual on comparable basis | Performance difference | % of utilization |
|--------------------------|---|-----------------------------|--|----------------------------|------------------------|------------------|
| | Kshs | Kshs | Kshs | Kshs | Kshs | |
| Revenue | a | b | c=(a+b) | d | e=(c-d) | f=d/c*100 |
| Transfers from EF | 395,721,767 | - | 395,721,767 | 72,785,804 | 322,935,962 | 18.40% |
| Expenses | | | | | | |
| Road projects | 99,321,894 | - | 99,321,894 | 36,538,469 | 62,783,425 | 37% |
| Water project | 178,128,416 | - | 178,128,416 | 36,207,096 | 141,921,320 | 20% |
| Health facilities | 74,613,497 | - | 74,613,497 | - | 74,613,497 | 0% |
| Energy | 28,374,918 | - | 28,378,918 | - | 28,378,918 | 0% |
| Education | 15,283,042 | - | 15,283,767 | - | 15,283,767 | 0% |
| Total Expenditure | 395,721,767 | | 395,721,767 | 72,745,565 | 300,509,787 | 18% |
| Surplus/Deficit | | | | 40,240 | 22,426,175 | |

Budget Reconciliation

| | Description of Particulars | Amount in Kshs |
|---|---|----------------|
| | Actual Surplus Amounts as per the statement of Budget | 40,240 |
| 1 | Reason for differences | - |
| 2 | Reason for differences | - |
| 3 | Reason for differences | - |
| 4 | Reason for differences | - |
| | Closing Cash and Cash Equivalent as per the statement of Cash flows | 40,240 |

16. Notes to the Financial Statements

1. General Information

The Equalization Fund was established under Article 204 (1) of the Constitution of Kenya (COK), 2010, and operationalized by the Public Finance Management (Equalization Fund Administration) Regulations, 2021. The kajiado county Equalization Fund (EF) is domiciled in Kajiado County, Kenya.

2. Statement of Compliance and Basis of Preparation

The kajiado County Equalization Fund Financial Statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The Financial Statements are presented in Kenya shillings, which is the functional and reporting currency of the Fund. The accounting policies have been consistently applied to all the years presented. The Financial Statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the indirect method. The Financial Statements are prepared on the accrual basis.

3. Adoption of New and Revised Standards

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

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

- ii) *New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025.*

| 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 recognise, measure and present information on right of use assets and lease liabilities. |

Annual Report and Financial Statements for the year ended June 30, 2025.

| | |
|--|--|
| <p>IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations</p> | <p><i>Applicable 1st January 2025</i></p> <p>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.</p> |
| <p>IPSAS 45- Property Plant and Equipment</p> | <p><i>Applicable 1st January 2025</i></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> |

Annual Report and Financial Statements for the year ended June 30, 2025.

| | |
|--|--|
| <p>IPSAS 46 Measurement</p> | <p><i>Applicable 1st January 2025</i></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>IPSAS 47- Revenue</p> | <p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue 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>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> |

Annual Report and Financial Statements for the year ended June 30, 2025.

| | |
|---|---|
| <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>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> <ul 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 |
| <p>resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.</p> | |

iii) Early adoption of standards

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

4. Summary of Significant Accounting Policies

a) Revenue recognition i) Revenue from non-exchange transactions Transfers from other government entities

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

performance upon fulfilling the conditions set. Revenue shall be recognized upon submission and approval of the payment request by the transferring agency (Equalization Fund).

b) Certified Works

Certified works are recognized when the works can be measured reliably and/ or when certificates of work done are received and approved by the Equalization Fund.

c) Budget information

The Appropriation Act for the FY was passed by Parliament. The allocation shall continue in force until all projects identified are completed.

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. Included in the budget statement are balances of appropriations from previous years, not yet disbursed.

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 cash flows.

d) 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. 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 Fund 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.

i) Financial assets

Classification of financial assets

The Fund classifies its financial assets as subsequently measured at amortized cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the entity's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the

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management model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the entity

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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 Fund 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.

ii) Financial liabilities

Classification

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

e) Changes in accounting policies and estimates

The Fund recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

f) Related parties

The Fund 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 Fund, or vice versa. Members of key management of the Fund are regarded as related parties.

g) Cash and cash equivalents.

Cash and cash equivalents comprise cash on hand and cash at bank. Bank account balances include amounts held at the Central Bank of Kenya special purpose account and the deposit account at the end of the financial year.

h) Comparative figures

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

i) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2025.

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Fund'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.

Estimates and assumptions.

The Entity based its assumptions and estimates on parameters available when the 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.

6. Transfers from Equalisation Fund

| Description | 2024-2025 | 2023-2024 |
|---------------------------------|--------------------|-----------|
| | Kshs | Kshs |
| Transfers for roads projects | 99,321,894 | - |
| Transfers for water projects | 178,128,416 | - |
| Transfers for health facilities | 74,613,497 | - |
| Transfers for energy | 28,374,918 | - |
| Transfer for education | 15,283,042 | - |
| Total | 395,721,767 | - |

7. Use of Goods and Services

| Description | 2024-2025 | 2023-2024 |
|--|--------------------|-----------|
| | Kshs | Kshs |
| Certified works for roads | 101,830,386 | - |
| Certified works for water project | 185,101,417 | - |
| Certified works for health facilities | 60,379,790 | - |
| Certified works for energy | 11,814,600 | - |
| Certified works for education facilities | 14,129,159 | - |
| Others (<i>specify</i>) | - | - |
| Total | 373,255,351 | - |

8. Cash and Cash Equivalents

| Description | 2024-2025 | 2023-2024 |
|--|------------------|-----------|
| | Kshs | Kshs |
| Special Purpose Account | 40,240 | - |
| Deposit Account | 7,274,557 | - |
| Cash balances | - | - |
| Total Cash and cash equivalents | 7,314,797 | - |

9. Receivables from non-exchange transactions

| Description | 2024-2025 | 2023-2024 |
|------------------------------------|--------------------|-----------|
| | Kshs | Kshs |
| Receivables from Equalisation Fund | 322,935,963 | - |
| Total receivables | 322,935,963 | - |
| | | |

Ageing analysis for Receivables from non-exchange transactions

| Description | 2024-2025 | | 2023-2024 | |
|--------------------|--------------------|----------------|-----------|----------------|
| | Kshs | % of the total | Kshs | % of the total |
| Less than 1 year | 322,935,963 | % | - | % |
| Between 1- 2 years | - | % | - | % |
| Between 2-3 years | - | % | - | % |
| Over 3 years | - | % | - | % |
| Total | 322,935,963 | % | - | % |

10. Certificates Payable

| Description | 2024-2025 | 2023-2024 |
|-----------------------|--------------------|-----------|
| | Kshs | Kshs |
| Certificates payables | 300,509,786 | - |
| Total Payables | 300,509,786 | - |

Ageing analysis of certificates payable

| Description | 2024-2025 | | 2023-2024 | |
|--------------------|--------------------|----------------|-----------|----------------|
| | Kshs | % of the total | Kshs | % of the total |
| Less than 1 year | 300,509,786 | % | - | % |
| Between 1- 2 years | - | % | - | % |
| Between 2-3 years | - | % | - | % |
| Over 3 years | - | % | - | % |
| Total | 300,509,786 | % | - | % |

11. Retention

| Description | 2024-2025 | | 2023-2024 | |
|--|------------------|-----------------------|-----------|-----------------------|
| | Kshs | % of the Total | Kshs | % of the Total |
| Retention monies | 7,274,556 | | - | |
| Total retention money | 7,274,556 | | - | |
| Ageing analysis: (Retention deposits) | 2024-2025 | % of the Total | | % of the Total |
| Under one year | 7,274,566 | % | - | % |
| 1-2 years | - | % | - | % |
| 2-3 years | - | % | - | % |
| Over 3 years | - | % | - | % |

| | | | | |
|--------------|------------------|--|----------|--|
| Total | 7,274,556 | | - | |
|--------------|------------------|--|----------|--|

12. Cash Generated from Operations

| Description | 2024-2025 | 2023-2024 |
|--|----------------------|-----------|
| | Kshs | Kshs |
| Surplus for the year before tax | 22,466,416 | - |
| Adjusted for: | | |
| | 22,466,416 | - |
| Working capital adjustments | | |
| Increase in receivables | (322,935,963) | - |
| Increase in payables | 300,509,786 | - |
| Net cash flow from operating activities | 40,240 | - |

13. Financial Risk Management

The Fund's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimize the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The fund 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 fund's financial risk management objectives and policies are detailed below:

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, as well as receivables. 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 of the value of any collateral obtained is made up as follows:

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| Description | Total amount | Fully performing | Past due | Impaired |
|--|--------------------|--------------------|----------|----------|
| | Kshs | Kshs | Kshs | Kshs |
| As at 30th June 2025 | | | | |
| Receivables from non-exchange transactions | 322,935,963 | 322,935,963 | - | - |
| Bank balances | 7,314,796 | 7,314,796 | - | - |
| Total | 330,250,758 | 330,250,758 | - | - |
| As at 30 June 2024 | | | | |
| Receivables from non-exchange transactions | - | - | - | - |
| Bank balances | - | - | - | - |
| Total | - | - | - | - |

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 no significant concentration of credit risk on amounts due from exchequer. 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 Fund's management, 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.

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| Description | Less than 1 month | Between 1-3 months | Over 5 months | Total |
|--|-------------------|--------------------|---------------|-------------|
| | Kshs | Kshs | Kshs | Kshs |
| As at 30th June 2025 | | | | |
| Payables | | - | 300,509,786 | 300,509,786 |
| Total | | - | 300,509,786 | 300,509,786 |
| As at 30th June 2024 | | | | |
| Payables | - | - | - | - |
| Total | - | - | - | - |

iii) Market risk

The Equalization fund 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 EF income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The EF 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) 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 EF interest rate risk arises from bank deposits. This exposes the EF to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the EF 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 the surplus or deficit 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.

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 EF 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 *Equalisation fund* considers relevant and observable market prices in its valuations where possible.

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 Fund's capital risk management is to safeguard the Equalization fund ability to continue as a going concern. The EF capital structure comprises of the following fund;

| Description | 2024-2025 | 2023-2024 |
|---|-------------------|-----------|
| | Kshs | Kshs |
| Accumulated surplus | 22,466,416 | - |
| Total Funds | 22,466,416 | - |
| Total Borrowings | - | - |
| Less: Cash and Bank Balances | (7,314,796) | - |
| Net Debt/(Excess cash and cash Equivalents) | - | - |
| Gearing | 0% | - |

14. Related Party Disclosures

a) Nature of related party relationships

Kajiado Equalisation fund and other parties related to equalisation fund include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

b) County Government of Kajiado

The county Government of Kajiado is the principal shareholder of the Equalization fund holding 100% of the Equalisation equity interest.

c) Other related parties include:

- i) Finance Department -.
- ii) County government of Kajiado

d) Transactions with related parties

| Description | 2024-2025 | 2023-2024 |
|--|--------------------|-----------|
| | Kshs | Kshs |
| a) Sales to related parties | | |
| Others (<i>specify</i>) | - | - |
| Total | - | - |
| B) purchases from related parties | | |
| Others (<i>specify</i>) | - | - |
| Total | - | - |
| b) Grants /transfers from the government | | |
| Grants from EF | 395,721,767 | - |
| Grants from other levels of Government | - | - |
| Donations in kind | - | - |
| Total | - | - |
| c) Expenses incurred on behalf of related party | | |
| Payments for goods and services for 2025 | - | - |
| Total | | |
| d) Key management compensation | | |
| Compensation to key management | - | - |
| Total | 395,721,767 | - |

15. Contingent Assets and Contingent Liabilities

Contingent Assets

| Description | 2024-2025 | 2023-2024 |
|--------------------------------------|-----------|-----------|
| | Kshs | Kshs |
| Contingent Assets | | |
| Receivables from government entities | - | - |
| Others (<i>Specify</i>) | - | - |
| Total | - | - |

Contingent Liabilities

| Description | 2024-2025 | 2024-2025 |
|-------------------------------|-----------|-----------|
| | Kshs | Kshs |
| Contingent Liabilities | - | - |
| Court case against the entity | - | - |
| Others (<i>Specify</i>) | - | - |
| Total | - | - |

16. Events after the Reporting Period

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

17. Ultimate And Holding Entity

The Equalisation fund is a Fund under the Department of finance, its ultimate parent is the County Government of kajiado.

18. Currency

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

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17. Appendices

Appendix 1: Implementation Status of Auditor General’s Recommendations

The following is the summary of issues raised by the external auditor and management comments that were provided to the auditor.

| 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) |
|---|--|----------------------------|--|---|
| | | | | |
| | | | | |
| | | | | |



.....
County Executive Committee Member for Finance

Date:

Kajiado County Government

Equalization Fund

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Appendix II: Projects Implementation Status Report

| <i>Kajiado County EF Project Implementation Status Report</i> | | | | | | | | | | |
|---|-----------------------------|------------|------------------|-----------------------|-----------------------------|------------------|----------------------|-----------------|------------------------|------------------------|
| No. | Project Name (A) | Sector (B) | Constituency (C) | Ward (D) | Budget/Total Allocation (E) | Contract Sum (F) | Amount Certified (G) | Amount Paid (H) | Amount Payable I=(G-H) | % Status of Completion |
| 1 | Betel Borehole and Pipeline | Water | Kajiado Central | Purko | 16,028,678 | 15,000,899.60 | 6,605,620.00 | | 6,605,620.00 | 50% |
| 2 | Ilkinyie borehole | Water | Kajiado Central | Matapato South | 16,488,115 | 15,104,136 | 3,270,040.00 | | 3,270,040.00 | 21% |
| 3 | Olamayiana Borehole | Water | Kajiado Central | Matapato South | 16,488,115 | 15,896,650.44 | 4,188,880.00 | 4,188,880.00 | - | 26% |
| 4 | Oiti Borehole | Water | Kajiado Central | Matapato North | 14,540,574 | 14,101,187.36 | 4,523,188.00 | 4,523,188.00 | - | 38% |
| 5 | Oloomunyi Borehole | Water | Kajiado Central | Dalalekutuk | 15,307,708 | 14,992,782.50 | 2,632,272.00 | 2,632,272.00 | - | 17% |
| 6 | Oltotoi Borehole | Water | Kajiado South | Imbirikani/ Eselenkei | 13,775,084 | 12,896,903.20 | 4,974,080.00 | | 4,974,080.00 | 40% |
| 7 | Moilo borehole | Water | Kajiado South | Kuku | 15,391,379 | 15,000,093.40 | - | | - | 30% |

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| | | | | | | | | | | |
|----|--|--------|-----------------|---------------------|------------|---------------|---------------|---------------|---------------|------|
| 8 | Olmolelian Borehole | Water | Kajiado Central | Matapato North | 20,165,112 | 19,991,309.62 | 19,991,309.62 | 0 | 19,991,309.62 | 100% |
| 9 | Enkorika borehole | Water | Kajiado Central | Dalalekutuk | 15,307,708 | 14,470,600 | 14,470,600.00 | 0 | 14,470,600.00 | 100% |
| 10 | Ilemai Borehole | Water | Kajiado South | Entonet/ Lenkism | 12,960,352 | 11,967,140 | 11,967,140.00 | 11,967,140.00 | - | 100% |
| 11 | Oloilalei borehole | Water | Kajiado South | Entonet/ Lenkism | 13,716,034 | 12,895,256 | 12,895,256.00 | 12,895,256.00 | - | 100% |
| 12 | Singiraine borehole | Water | Kajiado West | Ilodokilani | 11,146,834 | 10,781,108 | - | - | - | 0% |
| 13 | Tikoshi- Olodo enterit pipeline | Water | Kajiado West | Ilodokilani | 12,841,401 | 12,003,350.80 | 12,003,350.80 | - | 12,003,350.80 | 100% |
| 14 | IIBissil Town Street Lighting | Energy | Kajiado Central | Matapato North | 12,346,240 | 11,814,600 | 8,270,220.00 | - | 8,270,220.00 | 80% |
| 15 | Isinya Oomelok- Oltepesi- Oloshaiki road | Roads | Kajiado West | Ilodokilani | 10,317,919 | 9,354,472 | 5,303,520.00 | 5,303,520.00 | - | 56% |
| 16 | Indupa Road | Roads | Kajiado West | Ilodokilani | 16,140,694 | 14,417,640 | 14,129,159.60 | - | 14,129,159.60 | 98% |

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| | | | | | | | | | | |
|----|--------------------------------------|-----------|-----------------|---------------|------------|---------------|---------------|---------------|---------------|------|
| 17 | Naserian-Oololairukok-lenturume Road | Roads | Kajiado West | Magadi | 14,349,988 | 13,841,120 | 13,841,120.00 | 13,841,120.00 | - | 100% |
| 18 | Olgira-pelewa-Oloontulugum Road | Roads | Kajiado Central | Dalalekutuk | 17,164,995 | 16,499,376 | 8,207,580.00 | 8,207,580.00 | - | 50% |
| 19 | Oldorko Road | Roads | Kajiado West | Mosiro | 21,666,171 | 20,694,052 | 20,694,052 | | 20,694,052.00 | 100% |
| 20 | Oltinga-Embolei Road | Roads | Kajiado West | Keekonyokie | 19,682,127 | 17,727,734 | 9,226,848.80 | 9,226,848.80 | - | 52% |
| 21 | Koora primary school | Education | Kajiado West | Magadi | 15,283,042 | 14,129,159.00 | 5,666,406.80 | - | 5,666,406.80 | 40% |
| 22 | Kisharu Dispensary | Health | Kajiado West | Ewuaso Kedong | 18,771,270 | 17,898,017.00 | 13,893,366.40 | - | 13,893,366.40 | 80% |
| 23 | Eremit Dispensary | Health | Kajiado West | Ewuaso Kedong | 14,087,721 | 13,569,192.80 | 10,719,662.30 | - | 10,719,662.30 | 80% |
| 24 | Musenke Dispensary | Health | Kajiado West | Magadi | 10,497,246 | 8,697,680.00 | 5,769,109.20 | - | 5,769,109.20 | 67% |
| 25 | Entasopia Dispensary | Health | Kajiado West | Magadi | 10,399,046 | 9,994,835.80 | 5,665,788.00 | - | 5,665,788.00 | 57% |
| 26 | Oloika Dispensary | Health | Kajiado West | Magadi | 10,575,405 | 10,220,064.00 | 7,818,202.80 | - | 7,818,202.80 | 76% |

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| | | | | | | | | | | |
|----|--------------------|--------|--------------|--------|--------------------|--------------------|--------------------|-------------------|--------------------|-----|
| 27 | Oldorko Dispensary | Health | Kajiado West | Magadi | 10,282,809 | 9,295,991.76 | 4,145,271.60 | - | 4,145,271.60 | 50% |
| | Total | | | | 395,721,767 | 373,255,351 | 227,872,044 | 72,745,565 | 300,509,786 | |

Appendix III: Transfers from Government Entities

| Name of the Entity Transferring the funds | Date received as per bank statement | Total Amount - KES | Where Recorded/recognized | | |
|---|-------------------------------------|--------------------|------------------------------------|--------------------|---------------------------------|
| | | | Statement of Financial Performance | Receivables | Total Transfers during the Year |
| Equalization Fund | 06 May 2025 | 72,785,804 | 395,721,767 | 322,935,963 | 395,721,767 |
| Total | | 72,785,804 | 395,721,767 | 322,935,963 | 395,721,767 |

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Equalization Fund

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Appendix IV- Inter-Entity Confirmation Letter

Name of transferring entity:.....KAJIADO COUNTY EXECUTIVE

Name of beneficiary entity:.....KAJIADO COUNTY EQUALIZATION FUND

| Confirmation of amounts received by Kajiado County Equalization Fund as at 30th June 2025 | | | |
|---|---------------|---------------|---------|
| Reference Number | Date Received | Total | Remarks |
| FT25127X3D37 | 06 May 2025 | 72,785,804.80 | |
| | | | |
| | | | |
| Total | | 72,785,804.80 | |


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I confirm that the amounts shown above are correct as of the date indicated.

Head of Accounts Department - Disbursing Entity:

Name ...C.P.A JOSHUA MAJAKUSI Sign Date

 25/11/2025

Head of Accounts Department - Beneficiary Entity:

Name C.P.A JENNIFER M.RANKETI Sign Date.....

 25/11/25

Appendix V: Funding Summary

| Financial Year | Appropriation during the FY 2024/2025 | Funds received during the FY 2024/2025 | Outstanding funds c=a- 2024/2025 |
|----------------|--|---|-------------------------------------|
| 2024/2025 | 395,721,767 | 72,785,804 | 322,935,962 |
| | | | |
| | | | |
| Total | 395,721,767 | 72,785,804 | 322,935,962 |

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Appendix VI: Reporting of Climate Relevant Expenditures

| Project Name | Project Description | Project Objectives | Project Activities | Quarter | | | | Source of Funds | Implementing Partners |
|--------------|---------------------|--------------------|--------------------|---------|----|----|----|-----------------|-----------------------|
| | | | | Q1 | Q2 | Q3 | Q4 | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |

Appendix VII: Reporting on Disaster Management Expenditure

| Column I | Column II | Column III | Column IV | Column V | Column VI | Column VII |
|-----------|--------------|---------------|--|------------------|----------------|------------|
| Programme | Subprogramme | Disaster Type | Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness) | Expenditure item | Amount (Kshs.) | Comments |
| | | | | | | |
| | | | | | | |