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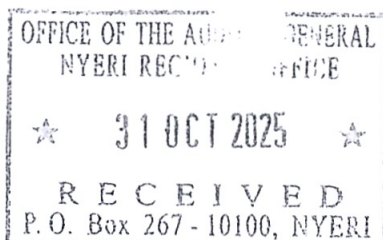
ON

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 18 FEB 2026	DAY: WED
TABLED BY: MAJORITY PARTY WHIP HON. SIMON OJORO	
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**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
MUKURWE-INI CONSTITUENCY**

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

Revised 30th June 2025



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

MUKURWE-INI CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

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

1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

Fiduciary Management

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

No	Designation	Name
1.	AIE holder	Purity Wangechi Wanjiru
2.	National Sub-County Accountant	Robert Kinyua
3.	Chairman NGCDFC	Patrick Wachira
4.	Member NGCDFC	Eva Shine Wanjiku Kahuthu
5.	Member NG CDFC	Esther Kanuthu Mbiiri

(c) Fiduciary Oversight Arrangements

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

(a) NGCDF Mukurwe-ini Constituency Headquarters

P.O Box 8-10103 Mukurwe-ini Nyeri

NG-CDF Building/House/Plaza
Mukurwe-ini-Karatina Road
Mukurwe-ini, KENYA.

(b) NGCDF Mukurwe-ini Constituency Contacts

P.O. Box 8-10103 Mukurwe-ini Nyeri.
Telephone: (254) 710-771170
E-mail: cdfmukurweni@ngcdf.go.ke
Website: <https://mukurwe-ini.ngcdf.go.ke>

(c) NGCDF Mukurwe-ini Constituency Bankers

(d) Bank A. (Operations Account). *Family Bank*

Account Number-056000031825.
Branch-Karatina
P.O. Box Karatina

(e) Bank B. (Deposit account). *Sidian Bank*

Account Number-01005710003729.
Branch-Nyeri Branch
P.O. Box Nyeri

(f) Bank C. (PMC Accounts) *Sidian Bank (Nyeri), Equity Bank (Mukurwe- ini), KCB(Mukurwe-ini) & Family Bank (Karatina)*

Branch
P.O. Box Nyeri, Mukurwe-ini, Mukurwe-ini & Karatina

(g) Independent Auditor







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

(h) Principal Legal Adviser





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

3. NGCDF Committee

(provide details for all the NG CDFC members in the format below)

Name	Details
<p><i>Insert each member's passport-size photo and name.</i></p> <p>Chairman</p> 	<p><i>Provide a concise description of each member's date of birth, key academic and professional qualifications, and work experience.</i></p> <p>Patrick Wachira YOB 1973 Academic/ Professional Qualifications; Certified Public Accountant, Project Management, Information Systems Consultant and Microsoft Certified Professional</p>
<p>Member 2</p> 	<p>Daniel Gathanwa Kibara YOB 1968 Diploma in coop management businessman</p>
<p>Member 3</p> 	<p>Leah Wanjiku YOB 1980 Form Four Certificate Farmer</p>
<p>Member 4</p> 	<p>Esther K Mbiiri YOB 1972 O-level certificate Farmer</p>
<p>Member 5</p> 	<p>Samuel Oruma Sub County Commissioner</p>
<p>Fund Account Manager</p> 	<p>Fund Account Manager</p>

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Member 5		Samuel Mwangi YOB 1994 form 4 certificate Businessman
Member 6		Eva Shine Wanjiku Kahuthu YOB: 1999 Diploma Certificate Profession: hotelier
Member 7		Peterson Wairagu Kagama DOB: 1988 Professional: Dip in Information Technology Work: give consultant services in company registry related services
Member 8		Loise Mumbi YOB 1952 CPE Farmer

(List the NG CDFC members who exited during the financial year and the period they served.)



4. NG-CDFC Chairman's Report

I am pleased to share a few highlights for the Financial Year Ended 30 June 2025.

Our project proposals for the financial year ending 30 June 2025 were submitted to the Board on 13 December 2024 as per the guidelines via circular NG-CDFB/CEO/NG-CDF CIRCULARS/VOLIII (001) dated 22 October 2024. Review and funding of our proposals was however delayed following guidance from the Board, arising from an investigative audit report covering possible irregular utilization of funds from FY 2020-2021 to 2021-2022. Our revised project proposal for the FY 2024-2025 was therefore submitted in April 2025.

However, we were able to utilise funds for the FY ended 30 June 2024 to complete most of the projects already funded.

As at the beginning of the financial year 2024-2025, we had cash available of Kshs 89,609,452.42. We received KShs 161,245,423 and were able to spend KShs 119,696,625 as shown below.

Financial Summary

Item	FY Ended 30 June 2025 (KShs '000')	FY Ended 30 June 2024 (KShs '000')
Opening Balance	80,958,267.00	48,400,869.00
Disbursements	161,245,423.00	194,458,033.00
Expenditure	119,696,625.15	161,900,636.00
Closing Balance	122,507,064.85	80,958,267.00

Expenditure Summary

Given the delay in critical activities such as submission of project proposals and subsequent disbursement of funds, the expenditure was largely restricted to bursaries and a few of the funded projects for the previous year as shown in the table below.

No	Description	FY 2024-2025 Amount in KShs '000'	FY 2023-2024 Amount in KShs '000'
1.	Administration & Recurrent	11,228,191	8,599,710
2.	Monitoring & Evaluation	5,114,095	5,733,142
3.	Bursary	61,008,993	60,100,175

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3.	Education Sector Projects	79,045,479	53,500,000
4.	Emergency	8,972,098	5,856,850
5.	Security Sector Projects	3,101,000	-
6.	Sports Projects	-	2,764,300
7.	Acquisition of assets	3,811,390	12,242,740
8.	Environment projects	3,133,979	2,764,300
9.	Total Expenditure	174,415,226	160,060,450

Challenges and Wins

The guidance on the audit issues relating to the handover in the FY 2022 was communicated in January 2025. This still did not cover all the affected items until clarity was provided in April 2025. We have however not executed the guidance as it was dependent on funding. This posed a number of challenges including;

1. Constant push and threats of legal action by suppliers of affected projects due to unsettled bills
2. Political disaffection from constituents arising from the incomplete projects.
3. Following the guidance to fund outstanding bills from the FY 2024-2025 allocation, we had to sacrifice a number of projects that constituents had identified and prioritized during the public participation exercise in December 2024. This has created disaffection from the affected constituents.

During the year, we scored significant wins including:

1. Did a smooth and paperless bursary registration process using the automated Bursary System. This helped to significantly reduce the manual processes and paperwork associated with the bursary processes.
2. Completed the second phase of renovations of the 65 public primary schools in Mukurwe-ini.
3. We completed renovation of a number of police posts, enabling the opportunity to have more security personnel availed to the constituency.

We are confident of a more positive year ahead with high value for money delivery to the people of Mukurwe-ini Constituency.



PATRICK WACHIRA
CHAIRMAN
NG-CDF COMMITTEE

5. Statement Of Performance Against Predetermined Objectives for FY2024-2025

Introduction

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

The key development objectives of the **NGCDF Mukurwe-ini Constituency 2024-2025** plan are to:

- 1. Improving access to quality education by rehabilitation/renovation/construction of classrooms, sanitary facilities. Computer labs/classes in schools in the constituency; provision of equipment and ICT facilities to schools, provision of bursary to needy and bright students at all levels of learning; and connection of all schools to the national Electricity grid;*
- 2. Improving infrastructure within the constituency by upgrading of National Government Roads, mostly under KeRRA to make them passable;*
- 3. Harnessing youth talent by funding of youth different initiatives, conducting campaigns on drugs and substance abuse and on HIV and AIDS, creating awareness on the establishment of youth groups, creating awareness among the youth on seeking development fund loans, and promoting youth talent;*
- 4. Promoting environment in the constituency by organizing tree planting days. In the In the NGCDF Act 2015, environmental activities may be considered as development projects, provided the allocation to such activities does not exceed five percent (5%) of the total allocation of the constituency in any financial year;*
- 5. Catering for any unforeseen occurrences in the constituency (emergency support);*
- 6. Improving the tracking of implementation CDF programs. In the NGCDF Act 2015, monitoring and evaluation of ongoing, projects and capacity building of various operatives has been considered as a development project provided that not more than three percent (3%) is allocated for this purpose; and*
- 7. Promoting performance management and smooth running our operations*

Progress on the attainment of Strategic development objectives

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

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Sector	Objective	Outcome	Indicator	Performance
Education	To allocate and distribute the maximum allowable bursary support □ Increase hostel capacity for boarding secondary schools To have all children of school going age attending school	Increased transition to secondary schools, universities and other tertiary institutions Enhanced capacity and increased readiness for science subject <i>Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions</i>	<ul style="list-style-type: none"> • Number of bursary's beneficiaries at all levels • Number of Dormitories • Number of laboratories • Number of usable physical infrastructure build in primary, secondary, and tertiary institutions • number of bursary's beneficiaries at all levels 	In FY 2024/25, we increased number of bursary beneficiaries, renovated at least four classrooms in each of the sixty-five public schools <i>In FY 2024-25 -we increased number of classrooms/ dormitories/ laboratories etc from ... to... in the following schools/institutions -Bursary beneficiaries: at all levels were as per the attached schedules</i>
Security	To ensure safety within the cy for all the residents	<ul style="list-style-type: none"> • Reduced crime rate • Increased security in all aspects 	-Kangurwe and Mbiuni police posts	Ongoing construction construction of police posts
Climate change mitigation activities	To promote tree planting in line with the government initiative to tackle climate change	-increased crop production due to increased rainfall.	-tree planting on uncultivated land in public institutions.	-A more beautiful environment due to th green vegetation

National Government Constituencies Development Fund (NGCDF)
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	and control soil erosion			
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National Government Constituencies Development Fund (NGCDF)

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Emergency	Catering for any unforeseen occurrences in the constituency	Reduced emergencies	emergency support	Good management and smooth running our operations
Youth And Women	-To build social character and talents among the youth	-Reduced crime rate-increased productivity among the youth.	-ensuring AGPO to local male and female while adverting our local Renovation	-increased empowerment to talent, Women and youth advancement partnership with Kenya Football Federation.

6. Governance Statement

a. NG-CDFC process of appointment

Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NG-CDF)

Act state that:

1. there is established a National Government Constituency Development Fund Committee for every constituency.
2. Constituency Committee Shall comprise of;
 - a) the national government official responsible for co-ordination of national government functions.
 - b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of the appointment.
 - c) two women nominated in accordance with subsection (3) one of Whom shall be be a youth at the date of the appointment.
 - d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
 - e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio memb without a vote.
 - g) one member co-opted by the Board in accordance with regulations made by the Board
3. The seven persons referred to in sub-section (2) (b), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
The names of the persons selected under sub-section (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the board.
The current NGCDFC members were gazetted in March 2025 and the first meeting was held in June 2025.

The persons appointed are drawn from different groupings as follows:

THE KENYA GAZETTE

Mukurwe-ini NG-CDFCs members approval

Peterson Wairagu	Male Youth Representative
Daniel Gathanwa	Male Adult Representative
Evashine Kahuthu	Female Youth Representative
Esther Kanuthu	Female Adult Representative
Loise Mumbi	Representative of the Persons Living with Disability
Samuel Mwangi	Nominee of the Constituency Office (Male)
Leah Gichohi	Nominee of the Constituency Office (Female)
Moses Ouma	Sub County Commissioner
Patrick Wachira	Chairperson

b. NG-CDFC Tenure

The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

c. The Role of the Constituency Committee

The functions of a Constituency Committee shall be to:

1. Build the capacity of project management committees and sensitize the Community on the operations of the Fund.
2. Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency.
3. Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the NGCDF Act.
4. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
5. Ensure that project reports are prepared and submitted to the Board.
6. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects; ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund.
7. Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board to comply with section 39(4) of the Act.
8. Ensure projects are labelled in accordance with the guidelines issued by the Board and perform any other function assigned to it by the Board.

d. Removal of a member

As per the act, a member of the Constituency Committee may be removed from office on any one or more

of the following grounds—

- (a) lack of integrity;
- (b) gross misconduct;
- (c) embezzlement of public funds;
- (d) bringing the committee into disrepute through unbecoming personal public conduct;
- (e) promoting unethical practises;
- (f) causing disharmony within the committee
- (g) physical or mental infirmity.

A decision to remove a member under subsection (13) shall be made through a resolution of at least five

members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made. A vacancy arising as a result of the removal of a member under subsection (13)

shall be filled in the manner set out in subsection (10) and minutes of the meeting shall indicate the fact of

the removal or appointment of a member.

e. NG-CDFC Induction and training

*National Government Constituencies Development Fund (NGCDF)
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Mukurwe-ini NG-CDF conducted a training in Mombasa for NGCDFCs and technical team during the month of September 2024. The training entails teachings on NG-CDF act, drugs and substance abuse, HIV and Aids and emerging issues.

Number of meetings;

NG-CDF Act Section 41 stipulates that NG-CDFC shall have a maximum of twenty-four meetings per ye and not less than twelve including sub-committee meetings.

In Mukurwe-ini Constituency, the NG-CDF Committee conducted 24 meetings and 2 sub-committee

	NG CDFC COMMITTEE MEMBER	15/03/ 25	24/06/ 25	06/11/ 24	30/01/ 25	13/10 /24	19/10 /24	26/10/ 24	1/11/ 24	13/11 /24	9/12/ 2
1.	Peterson Wairagu	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
2.	Daniel Gathanwa	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
3.	Evashine Kahuthu	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
4.	Esther Kanuthu	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
5.	Loise Mumbi	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
6.	Samuel Mwangi	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
7.	Leah Gichohi	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
8.	David Githinji	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
9.	Samuel Tirimba	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
10.	Patrick Wachira	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

f. Remuneration Rates

NG-CDFC members remuneration rates are as follows:

NG-CDFC Chairperson – Kshs 7,000 per meeting

NG-CDFC members- Kshs 5,000 each per meeting.

g. Disclose the policy on conflict of interest

The Members are required to declare any conflict during meetings, which whenever declared, would be recorded in the minutes and in the register.

h. succession plan

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

i. Ethics and code of conduct

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

j. Risk Management

The constituency has a risk policy which they observe and are required to maintain a risk register. The committee has the following responsibilities

Identifying risks,

Analyse risks,

Prioritization of risk,

A solution for implementation is sort,

Monitored.

6. Environmental and Sustainability Reporting

NG-CDF Mukurwe-ini intends to transform lives. This is our purpose; the driving force behind everything we do Training, Security Sector Support and Environment. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile

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

Education and Training: We focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and and boys people living with disabilities (PLWD)

a. Security Sector Support: Among its key pillars, NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well as secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.

b. Environment: The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget (5%) on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

2. Environmental Performance

As part of the environmental work, we sponsored the community to plant indigenous and fruit trees during the rainy season.

During the various public fora, we engaged the youth and provided counselling sessions relating to substance abuse and enabling them to develop life skills.

3. Employee welfare

We invest in providing the best working environment for our employees. Mukurwe-ini constituency recruitment is guided by Employment Act, NGCDF Act and other

regulations as issued from time to time.

In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal. The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Mukurwe-ini constituency invests in capacity building programs for employees.

These include courses on technical competences relevant to each employee and continuous sensitization on cross cutting issues.

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

Market place practices-

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

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

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

4. Community Engagements-

Mukurwe-ini NGCDF has endeavoured to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary.

We have also engaged the community through sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long term, was submitted to the NG CDF Board in accordance with the Act. Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

The NGCDF during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary. Public Awareness This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.

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

.....
Name PURITY W. WATJIRU
Fund Account Manager

7. Management Discussion and Analysis

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

The Accounting Officer in charge of the NGCDF-Mukurweini Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2024. This responsibility includes:

- (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period;
- (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity;
- (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud;
- (iv) safeguarding the assets of the entity;
- (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

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

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

.....
Name PURITY W. WANJIRU
Fund Account Manager

8. Environmental and Sustainability Reporting

1. Sustainability strategy and profile -

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

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

National Government Constituencies Development Fund (NGCDF)
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2. Environmental performance

- *Outline clearly, the environmental policy guiding the constituency, and provide evidence of the policy. Outline successes, shortcomings, efforts to manage biodiversity, waste management policy, and efforts to reduce the environmental impact of the constituency's activities.*
- *Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities, e.g., planting trees once in an academic calendar.*
- *Sensitization of youth/ community on the impact of drug abuse.*
- *Report on security activities, e.g., construction of police stations supported by NG-CDF*

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance coverage through a reliable insurance Scheme. Employees are encouraged and supported to build on their skills and knowledge continually. xxx constituency invests in capacity-building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross-cutting issues.

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

Marketplace practices-

Mukurwe-ini Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

4. Community Engagements-

Mukurwe-ini Constituency has endeavored to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary. We have also engaged the community through community projects.

Public Participation in Project Identification, Implementation, and Monitoring

Mukurwe-ini Constituency deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituents, considering the

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

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

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

Public Awareness

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

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

.....
Name PURITY W. WANJIRU
Fund Account Manager.

9. Statement Of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Mukurwe-ini Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes: Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; Designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; Safeguarding the assets of the entity; Selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.


The Accounting Officer in charge of the NGCDF-Mukurwe-ini Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of *entity's* transactions during the financial year ended June 30, 2025, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Mukurwe-ini Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.


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

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

Approval of the financial statements

The NGCDF-Mukurwe-ini Constituency financial statements were approved and signed by the Accounting Officer on 27th June 2025.

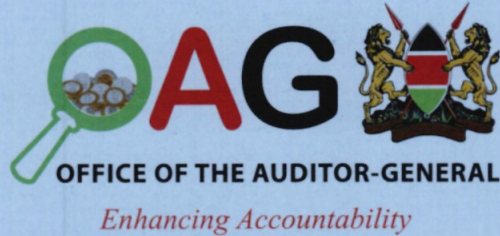

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Name: PATRICK WACKIRA
Chairman – NGCDF Committee


.....
Name: PURITY W. WAMBIRU
Fund Account Manager

10. Report Of the Independent Auditor on the NGCDF- Mukurwe-ini Constituency

REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

An Adverse Opinion is issued when the Auditor-General determines that the financial statements are materially misstated and are not fairly presented in accordance with the applicable financial reporting framework. The Report on the Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying transitional financial statements of National Government Constituencies Development Fund - Mukurwe-ini Constituency set out on pages 1 to 86, 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, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, in all material respects, the transitional financial position of National Government Constituencies Development Fund - Mukurwe-ini Constituency as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and do not comply with the National Government Constituency Development Fund Act, 2015 and the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Adverse Opinion

1. Presentation and Inaccuracies in the Financial Statements

1.1 Variance and Unsupported Transfers from NGCDF Board

The statement of financial performance and as disclosed in Note 6 to the financial statements, reflected transfers from the NGCDF Board amounting to Kshs.170,469,857. However, audit of the supporting summary schedule provided revealed that the balance was Kshs.161,245,423, resulting to an unexplained and unreconciled variance of Kshs.9,224,434. Further review revealed that the reported transfers could not be traced to the corresponding entries in the bank statements or the cashbook.

In the circumstances, the accuracy, completeness and validity of amount of Kshs.170,469,857 transferred from the NGCDF Board could not be confirmed.

1.2 Inaccuracies in Cash and Cash Equivalents

Reconciliation of summary statement of appropriation to statement of assets and liabilities under explanatory Notes on page 9 reflect cash and cash equivalents balance of Kshs.67,105,139 which is at variance with the cash and cash equivalents balance reflected in the statement of financial position of Kshs.134,569,960. The resulting variance of Kshs.53,648,143 has not been explained or reconciled.

In the circumstances, the accuracy, completeness and measurement of cash and cash equivalents balance of Kshs.134,569,960 could not be confirmed.

2. Unaccounted for Depreciation

The statement of financial performance reported total expenses of Kshs.113,223,935. However, the amount excluded Kshs.1,950,430 related to depreciation of property plant and equipment as computed at Note 22 to the financial statements.

In the circumstances, the statement of financial performance was materially misstated.

3. Variance Between Property, Plant and Equipment and Fixed Assets Register

The statement of financial performance and as disclosed in Note 22 to the financial statements reflects a balance of Kshs.12,332,703 for property, plant and equipment. However, Annex 17 to the financial statements, which summarizes the fixed asset register, reflected a balance of Kshs.62,686,149 and new additional capital expenditures totalling Kshs.3,811,390 relating to buildings, structures, and ICT equipment all totalling Kshs.66,497,539. The resulting variance of Kshs.54,164,836 has not been explained or reconciled.

In the circumstances, the accuracy and completeness of the property, plant and equipment balance of Kshs.12,332,703 could not be confirmed.

4. Failure to Disclose Trade and Other Payables

The statement of financial position and as disclosed in Note 26 to the financial statements reflects a Nil balance under trade and other payables. However, audit of payment records and supporting documents revealed that a company was contracted on 22 July, 2022 to supply one (1) reception desk with drawers, desk lockers, chairs, disability-friendly chairs, and disability-friendly tables at a contract sum of Kshs.3,851,000. Another company was contracted for the construction of a tuition block for Mukurwe-ini Kenya Medical Training College at a contract sum of Kshs.61,805,767 and was paid a total of Kshs.54,638,201 leaving a balance of Kshs.7,167,566. Examination of records indicated that these outstanding contractual obligations had not been settled as at 22 October, 2025 when the audit was conducted and was not disclosed in the financial statements as payables or commitments.

In the circumstances, this omission resulted to understatement of the Fund liabilities and impaired the accuracy of the statement of financial position.

5. Unsupported Provision of Gratuity

The statement of financial position and as disclosed in Note 28 to the financial statements, reflects a gratuity provision of Kshs.1,761,860. However, Management did not provide a detailed schedule or computation supporting this balance. An analysis performed indicated that the provision included an opening balance of Kshs.965,788, comprising of Kshs.626,429 relating to the year 2023, and an additional Kshs.796,072 purportedly set aside or accrued during the year which contradicts the amount paid during the year as disclosed under employee costs.

In the circumstances, the accuracy, completeness, and the measurement of the gratuity provision of Kshs.1,761,860 could not be confirmed.

6. Unsupported Construction of Tuition Block for Mukurwe-ini Kenya Medical Training College

The Management of the Fund entered into Contract with a company on 30 September, 2021 for construction of a tuition block for Mukurwe-ini Kenya Medical

Training College at a contract sum of Kshs.61,805, 767. However, no evidence was provided to prove that feasibility study was carried out on the impact of the project to the society and environment. In addition, no evidence was provided to show that the construction was registered with NEMA and approved by National Construction Authority contrary to Section 17 of the National Construction Authority Regulations, 2014. According to the approved project code list the National Constituency Development Fund Board approved and disbursed Kshs.101,486,479 to NGCDF Mukurwe-ini Constituency account for completion of Mukurwe-ini KMTTC. However as at the time of audit in the month of November, 2025, an amount of Kshs.54,638,201 had been paid to the winning bidder leaving a balance of Kshs.46,848,272 unaccounted for and which was not included in the PMC Account balances. Further, occupation licenses were not granted to guarantee on the safety of the buddings.

In the circumstances, the propriety of the expenditure for the unaccounted funds could not be confirmed.

7. Unaccounted for Revenue from Hire of Grader

The statement of financial performance reflected total revenue from exchange transactions amounting to Kshs.170,469,857. However, audit noted that the Fund operated a grader, registered under the Government of Kenya, currently being managed by a private Company and used in road construction works within the County. The Management did not provide the lease or hire agreement, work tickets, or a maintenance register for the grader to support its operation and revenue generation. Audit further noted that the grader has been in continuous operation for over one year resulting to loss of revenue of unknown value which was not recorded or accounted for in the financial statements.

In the circumstances, the completeness and accuracy of the revenue reported in the financial statements could not be confirmed.

8. Unaccounted for Cash Withdrawals

Analysis of the bank statement for operations, registered under Mukurwe-ini NGCDF, revealed that a total of Kshs.6,739,453 was withdrawn in cash on various dates during the year under review. However, an amount of Kshs.3,514,953 was withdrawn as standing imprest, but the withdrawal was not supported with a memorandum cashbook record, receipts and payments. Further, the withdrawn amount was not accounted for and was not recorded in the imprest register. That is contrary to the provisions of Regulation 92(4)(c) of the Public Finance Management (National Governments) Regulations, 2015, which requires that all imprest issued should be recorded and properly accounted for.

In the circumstances, the accountability and utilization of cash withdrawals totalling Kshs.3,514,953 could not be confirmed.

9. Double Funding of Projects

An analysis of the approved project code list for the financial year 2020/2021 revealed that the Fund allocated Kshs.1,800,000 for the purchase of chairs, tables, and disability-

friendly furniture. However, a comparison between the 2020/2021 and 2024/2025 approved project code lists showed that the same project, with an identical description and the same payee, was funded again in 2024/2025 at a higher cost of Kshs.3,851,000. Further, audit verification noted that the purchased furniture items are still stored at the Mukurwe-ini NG-CDF premises and have not been delivered to the intended beneficiaries, resulting to continued loss of value due to depreciation.

In the circumstances, there was fraudulent loss of public funds and value for money was not realized for the benefit of the intended users.

10. Unsupported Committee Expenses

The financial statements reflected an amount of Kshs.5,930,350 under Committee Expenses as disclosed in Note 11. However, the expenditure was not adequately supported with annual Constituency Development Fund operational plan, the names and designations of committee members, amounts paid, or details of the nature of activities undertaken. Further, there were no meeting invitations, minutes of deliberations, attendance registers, field activity work tickets, or duly signed payment schedules to support the expenditure.

In the circumstances, and in the absence of the supporting information, the validity, accuracy, and propriety of the reported committee expenses amount of Kshs.5,930,350 could not be confirmed.

11. Unsupported Social Security Programmes

The statement of financial performance reflected other grants and transfers amounting to Kshs.24,970,309, as disclosed under Note 13 to the financial statements. Included in this balance is an amount of Kshs.4,000,000 incurred on Social Security Programmes. However, audit noted that the expenditure was not supported with the list of beneficiaries, the criteria used for identification, payment details, and CDFC minutes that approved the disbursement.

In the circumstances, the validity, regularity, and accountability of the expenditure of Kshs.4,000,000 could not be confirmed.

12. Project Management Committee Accounts Balances

Annex 2 to the financial statements for the year ended 30 June, 2025 reflects a balance of Kshs.9,601,640 under Project Management Committee (PMC) Accounts as disclosed in Annex 2. However, the reported balance was not supported with bank certificates, cashbooks, or bank statements to confirm the accuracy. Further, it was noted that bank accounts for completed projects had not been closed and continued to hold residual balances, contrary to Section 12(8) of the National Government Constituencies Development Fund Act, 2015, which stipulates that "all unutilized funds of the Project Management Committee shall be returned to the constituency account."

In the circumstances, the accuracy, completeness, and accountability of the reported PMC account balances of Kshs.9,601,640 could not be confirmed.

13. Variance in the Accumulated Surplus

The statement of financial performance reflected surplus for the period of Kshs.57,245,922 while the statement of changes in net assets reflected a Nil balance under accumulated surplus resulting to unreconciled and or unexplained variance of Kshs.57,245,922. Further, surplus for the period under revaluation reserve in the statement of net assets of Kshs.52,245,922 contradicts the accuracy of the statement of net assets.

In the circumstances, the accuracy and completeness of the statement of net assets could not be confirmed.

14. Unsupported Bursary Disbursements

The statement of financial performance reflected other Government units' actual expenditure of Kshs.67,032,368 which included bursary to secondary schools of Kshs.16,029,000 and bursary to tertiary institutions of Kshs.2,914,590 all totalling Kshs.18,943,590 as disclosed in Note 12 to the financial statements. However, the amount was not supported with beneficiary schedules detailing name, admission number, name of the institution, cheque number and the amount. Examination of supporting documents revealed that Management could not effectively account for Kshs.7,435,570, since financial returns acknowledging receipt of funds and confirming that the amounts were credited to the school/college fee accounts for the targeted beneficiaries were not provided for audit.

In the circumstances, it was not possible to confirm whether all the beneficiaries received the intended financial support.

15. Failure to Disclose Contingent Liabilities

The audit revealed that the Fund was facing several pending legal cases during the year under review. However, no provision or disclosure was made in the financial statements contrary to the provisions of the International Public Sector Accounting Standards (IPSAS)19: on Provisions, Contingent Liabilities and Contingent Assets, which requires entities to recognize a provision where an outflow of resources is probable and can be reliably estimated, or disclosed as a contingent liability otherwise management must disclose opening and closing balances, additional provisions in the year, estimate of financial effect amounts used or reversed, and brief description of the nature and expected.

In the circumstances, the financial statements did not disclose the potential financial impact of the outcome of the litigations on the entity's financial position.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.302,6132,262 and Kshs.250,854,875 respectively resulting to a shortfall of Kshs.51,758,386 or about 17% of the budgeted revenue. Similarly, the Fund incurred an actual expenditure of Kshs.102,847,742 against receipts of Kshs.250,854,875 resulting to an overall under-expenditure of Kshs.148,007,133 or about 59% of the budgeted expenditure.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

The Management is responsible for the Other Information set out on page ii to xxix which comprise of Key Constituency Information and Management, The NGCDF Committee, The NG-CDFC Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting and Statement of Directors 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 and 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, because of the significance of the matters discussed in the Basis for Adverse Opinion and the Basis for Conclusion on Lawfulness and Effectiveness in the Use of

Public Resources sections of my report, I confirm that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Unsupported Deductions for Capacity Building Levy

The statement of financial performance for the year ended 30 June, 2025 reflect other Government Units actual expenditure of Kshs.67,032,368. During the Year under review Management entered into contracts with various Suppliers. However, the Fund failed to recover and remit the capacity building levy to Public Procurement Regulatory Authority contrary to Paragraph 3.(1) of The Public Procurement Capacity Building Levy order, 2023 which provides that there shall be paid a Levy by a supplier on all procurement contracts signed between the supplier and a procuring entity, at the rate of zero point zero three per centum (0.03%) of the value of the signed contract, exclusive of applicable taxes.

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

2. Lack of Staff Ethnic Diversity

A review of employee records for Fund revealed that all eleven (11) staff members belong to the same ethnic community, representing 100% of the workforce from one tribe. This is contrary to Section 7(2) of the National Cohesion and Integration Act, 2008 states that no public establishment shall have more than one third of its staff from the same ethnic community.

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

3. Failure to Meet Recruitment Thresholds for Persons with Disabilities

Statement of financial performance reflected employee costs amounting to Kshs.4,620,006. However, review of payroll data indicated that management had a total of eleven (11) employees, out of whom there was no person living with disability. This is contrary to Article 21(3) of the Constitution states that all State organs and all public officers have the duty to address the needs of vulnerable groups within society, including women, older members of society, persons with disabilities, children, youth, members of minority or marginalised communities, and members of particular ethnic, religious or cultural communities.

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

4. Projects Implementation Status

The statement of financial performance reflected transfers to other government units amounting to Kshs.67,816,583 and other grants and transfers totalling Kshs.28,285,112, as disclosed under Notes 12 and 13 to the financial statements totalling Kshs.86,043,291 for project implementation. The project implementation status report as at 30 June, 2025 revealed that seventy-one(71) projects, with a total allocation of Kshs.86,043,291, were

at various stages of implementation. However, the report was not updated to reflect the correct status of each project.

In addition, for complete projects, the completion certificates, and handover reports were not provided for audit. Further, one project, valued at Kshs.20,486,479, remained incomplete as at the time of audit due to slow tendering processes and delays in the release of funds from the National Government Constituencies Development Fund Board. In addition, the audit revealed that during the financial year 2023/2024, Kangurwe Police Post was allocated Kshs.2,000,000 for the construction of a police station. However, a site visit conducted in October, 2025 revealed that the project had stalled, with construction works incomplete and the contractor not on site. Although the Project Management Committee (PMC) attributed the delay to inadequate funding, Management did not provide a work plan or completion strategy to demonstrate how and when the project would be completed to ensure value for money to the constituents was achieved.

The audit also revealed that during the year under review, the NG-CDF transferred Kshs.67,032,365 for classroom renovation projects. However, payments were not supported with valuation reports and historical cost records to justify the renovation costs, pre-and post-inspection reports, Public Works technical inspection reports, Handover reports, and Occupation licenses confirming project completion and usability.

In the circumstances, value for money by the public may not be realised on the Kshs.86,043,291 transferred for project implementation.

5.Lack of a Staff Establishment Plan

The statement of the financial performance and Note 10 reflected employee costs amounting to Kshs.4,620,006. However, audit of the records provided revealed that the entity lacked a formal staff establishment plan.

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

5. Non-Compliance with the Reporting Template

The financial statements presented for audit did not comply with the reporting template in the following areas.

- i. The cover page of the financial statements indicated that the financial statements were Transitional IPSAS financial statements / prepared in accordance with the accrual basis of accounting method under the International Public Sector Accounting Standards (IPSAS) instead of indicating one option that was adopted.
- ii. Note 2 to the financial statements under the statement of compliance and basis of preparation of financial statements did not indicate that these were transitional financial statements.

The statement of management responsibilities did not indicate that these are transitional financial statements.

In the circumstances, the financial statements did not comply with the reporting template as prescribed by the Public Sector Accounting Standards Board.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, because of the significance of the matters discussed in the Basis for Adverse Opinion and the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance sections of my report, I confirm that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of a Fraud & Risk Management Policy

Examination of records revealed that Management does not have an approved Risk Management Policy. Consequently, key risk management processes such as the development of a risk register have not been implemented. The absence of a risk register impairs the CDF's ability to identify, assess, and prioritize risks, as well as to document mitigation strategies and assign responsibility for managing those risks.

In the circumstances, management contravened the provisions of good governance practices on risk and fraud management and the law.

2. Accessibility to the Automated Bursary System Controls and Segregation of Duties

Review of records provided for audit revealed that the Fund operates a critical application system for Bursary. The system falls under the operational mandate of the National ICT Department. However, it was noted that there were no backups, and access was reportedly maintained by a single individual, that is the chairman of the board. Further, audit could not confirm the existence of formally documented access controls or an approved ICT organizational structure clearly defining the roles and responsibilities of key personnel with access rights to the system.

In the circumstances, IT internal controls are weak and there is high risk of fraud and misappropriation of funds.

3. Failure to Adhere to the Effectiveness of Implementation of Audit Recommendations

Audit noted that issues identified in the previous audit report remained unresolved and have continued to recur in the year under review.

	Audit Matter	Status
1	Presentation and accuracy of the Financial Statements	Unresolved
2	Inaccuracies in Other Grants and Transfers	Unresolved
3	Inaccuracies in the Summary of Fixed Assets Register	Unresolved
4	Stolen Assets	Unresolved
5	Irregular Procurement of Motor vehicle	Unresolved
6	Inaccuracies in Gratuity Account Balance	Unresolved
7	NG-CDF Staff Composition	Unresolved

In the circumstances, Management has not put in any efforts to address the previous audit findings and has not implemented the audit recommendations.

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 National Government Constituency Development Fund Board

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

The National Government Constituency Development Fund Board is 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

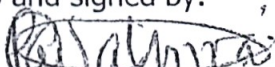
01 December, 2025

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


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

	Note	Insert Current FY
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	170,469,857
Transfers from domestic and foreign partners	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	-
Total revenue		170,469,857
Expenses		
Employee costs	10	4,620,006
Committee expenses	11	5,930,350
Use of Goods and Services	12	6,571,890
Other Government Units Actual expenditure	13	67,816,583
Other Grants and Transfers Actual expenditure	14	28,285,112
Depreciation and amortization expense	15	
Digital Hubs Expenses Actual expenditure	16	-
Total expenses		113,223,935
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		57,245,922


The Constituency financial statements were approved by the NGCDFC on 13 October 2025 and signed by:



**Chairman NG-CDF
 Committee**



**National Sub-County
 Accountant**



Fund Account Manager

Name: FARREK WACHIRA

Name: ROBERT KIMPA
ICPAK M/No:

Name: PURITY W. WANJIRU

National Government Constituencies Development Fund (NGCDF)
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(Paragraph 79 of IPS:AS33 allows for the election by an MDA to present one statement of financial performance, one statement of cash flow, one statement of net assets and the statement of financial position, and an opening statement of financial position at the time of adoption of the accrual basis of accounting. In preparing this financial reporting template, this election has been made; therefore, there are no comparatives in the first year of transition.)


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

	Note	2025 Current FY	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	134,569,959.70	89,609,452.42
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	51,758,386.22	42,533,952.22
Prepayments	22	151,418.05	105,761.47
Total Current Assets		186,479,763.97	132,249,166.11
Non-Current Assets			
Property, Plant and Equipment	23	12,332,702.5	10,471,750
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		12,332,702.5	10,471,750
Total Assets (A)		198,812,466.47	142,720,916.11
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third Party Deposits	27	-	-
Lease Liabilities	28	-	-
Gratuity Provision	29	1,761,859.68	965,788
Total Current Liabilities		1,761,859.68	965,788
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		1,761,859.68	965,788

*National Government Constituencies Development Fund (NGCDF)
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NetAssets (A-B)		197,050,606.79	141,755,128.11
Represented by:			
Revaluation Reserves		57,245,921.87	141,310,007.64
Accumulated Surplus		141,755,128.11	
Total Net Assets		199,001,049.97	141,310,007.64

The Constituency financial statements set out on pages 1 to 64 were approved by NG CDFC on 31st June 2025 and signed by:



**Chairman NG-CDF
Committee**

Name: PATRICK WACHIRA



**National Sub-County
Accountant**

Name: ROBERT KINGUA
ICPAK M/No:



Fund Account Manager

Name: PURITY W. WANJIRU

National Government Constituencies Development Fund (NGCDF)
Mukurwe-ini Constituency
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13. Statement of Changes in Net Assets for the year ended 30 June 2025

Description	Revaluation	Accumulated	Total
	Reserves	Surpluses, Deficit	Assets
Fund Balance as at 30 th June 2024		141,310,008	141,310,008
Adjustments			
Recognition of Assets		-	-
Recognition of Liabilities		-	-
As at July 1, 2024	-		141,310,008
Surplus/(Deficit) For the Period	57,245,921.87		57,245,921.87
Revaluation Gain/Loss	-	-	-
As at June 30, 2025(current year)	57,245,921.87	-	57,245,921.87

Note:

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

National Government Constituencies Development Fund (NGCDF)
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14. Statement Of Cash Flows for The Year Ended 30th June 2025

	Notes	Insert Current FY
		Kshs
Cashflows from operating activities		
Receipts		
Transfers from the NGCDF Board		161,245,423
Transfers from domestic and foreign partners		-
Finance income		-
Miscellaneous income		-
Total Receipts		161,245,423
Payments		
Employee costs		3,823,934
Committee expenses		5,930,350
Use of Goods and Services		6,617,541
Other Government Units Certified Works		67,816,583
Other Grants and Transfers		28,285,112
Digital Hubs Expenses		-
Total Payments		112,473,520
Net Cash Flows from/ (used in) Operating Activities	30	48,771,903
Cash flows From Investing Activities		
Purchase of PPE		3,811,390
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		3,811,390
Net increase/(decrease) incash& Cash equivalents		44,960,513
Cash Flows from Financing Activities		
Lease Payment		-

National Government Constituencies Development Fund (NGCDF)
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Net Cash Flows from Financing Activities		-
Cash and cash equivalents at 1 July	19	89,609,452
Cash and cash equivalents at 30 June	19	134,569,960

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

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

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	c	C=(a+b)	d	e=(c-d)	f=d/c*100
	<i>Insert current FY</i>	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>Insert current FY</i>	<i>Insert current FY</i>		
Revenue							
Transfers From the NGCDF Board	170,469,857	89,609,452	42,533,952	302,613,262	250,854,875	51,758,386	82.896194
Grants/donations from other entities	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	-	-	
Totals	170,469,857	89,609,452	42,533,952	302,613,262	250,854,875	51,758,386	82.896194

*National Government Constituencies Development Fund (NGCDF)
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Expenses							
Employee costs	5,508,443	4,304,058	-	9,812,501	4,620,006	5,192,495	47.082858
Committee expenses	3,335,757	2,004,058	-	5,339,815	4,995,411	344,405	93.550253
Use of Goods and Services	4,977,188	1,090,960	-	6,068,148	5,383,074	685,074	88.71032809
Other Government Units Certified Works	82,146,479	48,647,721	-	130,794,200	68,905,662	61,888,539	52.68250551
Other Grants and Transfers	61,008,993	5,687,610	-	66,696,603	18,943,590	47,753,013	28.40263094
Digital Hubs Expenses	3,000,000	-	-	3,000,000	-	3,000,000	
Funds Pending Approval**	-	-	-	-	-	-	
Total Expenditure	159,976,860	61,734,407	-	221,711,267	102,847,742	118,863,525	46.38814418
Surplus for the period	10,492,997	27,875,045	42,533,952	80,901,994	148,007,133	(67,105,139)	

National Government Constituencies Development Fund (NGCDF)

Mukurwe-ini Constituency

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

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

Explanatory Notes.

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

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

The Constituency financial statements were approved by NG CDFC on _____ 2025 and signed by:

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	118,863,525
Less undisbursed funds receivable from the Board as at period 1st July, 2024	51,758,386
Cash and Cash Equivalents at the end of the 30 th June 2025	67,105,139

Fund Account Manager

Name: PURITY W. WANJIRU

National Sub-County Accountant

Name: ROBERT KIMUNYA
ICPAK M/No:

Chairman NG-CDF Committee

Name: PATRICK WACHIRA

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget			Final Budget	Actual on comparable basis	Budget utilization difference
		Adjustments				
		Opening Balance (operational, deposit and PMCs C/Blk) and AIA	Previous Years' Outstanding Disbursements			
Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Administration and Recurent						
1.1 Compensation of employees	5,508,443	4,304,058		9,812,501	4,620,006	3,662,191
1.2 Committee allowances	1,275,757	236,037		1,511,794	1,466,411	45,384
1.3 Committee oversight expenses		164,999		164,999		
1.3 Use of goods and services	2,616,825	-		2,616,825	2,642,209	826,829
Sub-total	9,401,025	4,705,094	-	14,106,119	8,728,626	4,534,403
2.0 Monitoring and evaluation				-		
2.1 Capacity building	1,520,899	3,230,457		4,751,356	1,367,170	1,384,186
2.2 Committee allowances	2,060,000	1,768,021		3,828,021	3,529,000	299,021
2.3 Use of goods and services	2,360,363	1,090,960		3,451,323	2,740,865	552,095
Sub-total	5,941,262	6,089,438	-	12,030,700	7,637,035	2,235,302
4.0 Emergency						

National Government Constituencies Development Fund (NGCDF)
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	12,500			12,500	12,500	
unutilized	8,972,098	10,323,061	7,144,407	26,439,566		26,439,566
Sub-total	8,972,098	10,323,061	7,144,407	26,439,566	-	26,439,566
5.0 Bursary and Social Security				-		
5.1 Primary Schools	36,000,000	4,124,200		40,124,200	16,029,000	23,095,200
5.2 Secondary Schools	22,000,000	1,543,110		23,543,110	2,914,590	18,251,314
5.3 Tertiary Institutions	3,008,993	12,500		3,021,493	4,000,000	1,738,628
5.4 special needs		7800		7,800		7,800
5.5 Education Support Programmes				-		-
5.6 Social Security				-		-
Sub-total	61,008,993	5,687,610	-	66,696,603	22,943,590	39,671,666
digital hubs				-		-
Giathugu CIH	3,000,000			3,000,000		-
Sub-total	3,000,000	-	-	3,000,000	-	-
7.0 Environment				-		
GITHI PRIMARY SCH		159,013		159,013	7,951	151,062
MWATI PRIMARY SCHOOL		146,647		146,647	7,332	139,315
MAGANJO PRIMARY SCHOOL		152,830		152,830	7,642	145,189

National Government Constituencies Development Fund (NGCDF)
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GIATHUGU PRIMARY SCHOOL		265,462		265,462	13,273	252,189
KIAWAMURURU PRIMARY SCHOOL		152,830		152,830	7,642	145,189
WANJITHI PRY SCHOOL		146,647		146,647	7,332	139,315
KIAWAITA PRY SCHOOL		167,098		167,098	8,355	158,743
KANUNGA PRY SCHOOL		152,540		152,540	7,627	144,913
THUKUMA PRY SCHOOL		138,075		138,075	6,904	131,171
MUTONGA PRY SCHOOL		253,808		253,808	12,690	241,118
KINURI PRY SCHOOL		204,392		204,392	10,220	194,172
ITITU PRIMARY SCHOOL		158,862		158,862	7,943	150,919
KARIARA PRY SCHOOL		146,647		146,647	7,332	139,315
WAHARI PRY SCHOOL		116,000		116,000	5,800	110,200
KIBUTIO PRY SCHOOL		152,540		152,540	7,627	144,913
GITHUNG'UNG'U PRY SCHOOL		152,830		152,830	7,642	145,189
KIIRUNGI PRY SCHOOL		204,392		204,392	10,220	194,172
NGCDF Office Extension		263,365		263,365		-
ICHAMARA PRY SCHOOL				-	9,895	(9,895)
				-		-
				-		-

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				-		
Sub-total	-	3,133,979	-	3,133,979	153,425	-
8.0 Primary Schools Projects				-		-
				-		-
Levelling of Playing Fields for 15 Schools		1,497,153		1,497,153		-
Githi Primary School		1,800,000		1,800,000	1,799,896	104
Giathugu Primary School		1,000,000		1,000,000	999,566	434
Gikondi Primary School		800,000		800,000	800,000	-
Githagara Primary School		800,000		800,000	799,656	344
Githungu Primary School		1,100,000		1,100,000	1,099,999	1
Githunguri Primary School		1,100,000		1,100,000	1,048,237	51,763
Ichamara Primary School		1,100,000		1,100,000	1,095,651	4,350
Ithanji Primary School		800,000		800,000	799,456	544
Ititu Primary School		800,000		800,000	717,696	82,304
Kagarii Primary School		800,000		800,000	773,572	26,428
Kaharo Primary School		800,000		800,000	799,387	613
Gachiro Primary School		900,000		900,000	899,987	14
Kaheti Primary School		1,100,000		1,100,000	1,099,969	31

National Government Constituencies Development Fund (NGCDF)
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Kaini Primary School		800,000		800,000	738,338	61,662
Kangurwe Primary School		800,000		800,000	793,708	6,292
Kanunga Primary School		800,000		800,000	799,992	8
Karaba Primary School		1,200,000		1,200,000	1,189,628	10,372
Karuguriro Primary School		800,000		800,000	799,512	488
Kariara Primary School		800,000		800,000	672,337	127,663
Karindi Primary School		800,000		800,000	797,812	2,188
Karundu Primary School		800,000		800,000	799,990	11
Kiamurathe Primary School		2,000,000		2,000,000	1,999,254	746
Gaikundo Primary School		800,000		800,000	799,726	274
Kiangondu Primary School		1,100,000		1,100,000	1,098,138	1,863
Kianyaga Primary School		800,000		800,000	797,462	2,538
Kiawaita Primary School		1,100,000		1,100,000	1,099,777	223
Kiawamururu Primary School		800,000		800,000	799,996	4
Kibutio Primary School		1,200,000		1,200,000	1,199,691	309
Kigathi Primary School		1,000,000		1,000,000	999,852	148
Kihate Primary School		800,000		800,000	799,996	4
Kihuti Primary School		800,000		800,000	799,155	846

National Government Constituencies Development Fund (NGCDF)
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Kiirungi Primary School		800,000		800,000	799,970	30
Gakima Primary School		800,000		800,000	799,996	4
Kinuri Primary School		800,000		800,000	747,136	52,864
Maganjo Primary School		800,000		800,000	799,873	127
Matiraini Primary School		1,200,000		1,200,000	1,196,909	3,091
Matuto Primary School		800,000		800,000	798,986	1,014
Mbungwa Primary School		2,000,000		2,000,000	1,764,613	235,387
Mihuti Primary School		800,000		800,000	799,728	272
Muhito Primary School		1,800,000		1,800,000	1,799,973	28
Mukui Primary School		800,000		800,000	744,251	55,749
Muthuthini Primary School		1,500,000		1,500,000	1,446,650	53,350
Mutonga Primary School			1,100,000	1,100,000	1,097,802	2,198
Gakira Primary School			800,000	800,000	798,461	1,539
Mutwewathi Primary School			800,000	800,000	798,537	1,463
Mwati Primary School			1,300,000	1,300,000	1,296,779	3,222
Mweru Primary School			800,000	800,000	799,041	959
Ndiaini Primary School			800,000	800,000	798,491	1,509
Ngamwa Primary School			800,000	800,000	800,000	-

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Ningaini Primary School			800,000	800,000	800,000	-
Nyakahuho Primary School			800,000	800,000	799,981	19
Rutune Primary School			1,100,000	1,100,000	1,098,529	1,471
Tambaya Primary School			800,000	800,000	744,942	55,058
Thangathi Primary School			800,000	800,000	794,144	5,856
Gathiriti Primary School			800,000	800,000	799,387	613
Thukuma Primary School			800,000	800,000	799,879	122
Wachee Primary School			800,000	800,000	799,990	11
Wahari Primary School			800,000	800,000	757,548	42,452
Wangera Primary School			800,000	800,000	796,715	3,285
Wanguru Primary School			800,000	800,000	791,103	8,897
Wanjithi Primary School			800,000	800,000	800,000	-
Nguura Primary School			800,000	800,000	799,506	494
Gathitu Primary School			1,100,000	1,100,000	1,100,000	-
Gathukimundu Primary School			1,275,000	1,275,000	-	1,275,000
Karuguririo Primary School			2,115,233	2,115,233	2,110,000	5,233
Kihuti Primary School			1,275,000	1,275,000	-	1,275,000
Muhito Primary School			2,550,000	2,550,000	2,535,598	14,402

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Gathukimundu Primary School			1,275,000	1,275,000		-
Kihuti Primary School			1,275,000	1,275,000		-
Gathukimundu Primary School			1,100,000	1,100,000	1,099,912	88
Gatura Primary School			800,000	800,000	799,546	454
Kihuti Primary School			2,115,233	2,115,233		
Githi Primary School	200,000			200,000		
Gachiro Primary School	849,000			849,000		
Gaikundo Primary School	1,160,000			1,160,000		
Gakira Primary School	400,000			400,000		
Gathiriti Primary School	600,000			600,000		
Gathitu Primary School	1,120,000			1,120,000		
Gathukimundu Primary School	1,400,000			1,400,000		
Gatura Primary School	440,000			440,000		
Giathugu Primary School	1,200,000			1,200,000		
Gikondi Primary School	880,000			880,000		
Githagara Primary School	240,000			240,000		
Githung'ung'u Primary School	200,000			200,000		
Githunguri Primary School	1,000,000			1,000,000		

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Ichamara Primary School	1,400,000			1,400,000		
Ithanji Primary School	200,000			200,000		
Ititu Primary School	200,000			200,000		
Kagarii Primary School	1,000,000			1,000,000		
Kaharo Primary School	1,040,000			1,040,000		
Kaheti Primary School	1,280,000			1,280,000		
Kaini Primary School	400,000			400,000		
Kangurwe Primary School	400,000			400,000		
Kanunga Primary School	840,000			840,000		
Karaba Primary School	1,500,000			1,500,000		
Karaguririo Primary School	1,800,000			1,800,000		
Kariara Primary School	800,000			800,000		
Karindi Primary School	2,120,000			2,120,000		
Karundu Primary School	1,000,000			1,000,000		
Kiamurathe Primary School	800,000			800,000		
Kiang'onde Primary School	1,200,000			1,200,000		
Kianyaga Primary School	520,000			520,000		
Kiawaita Primary School	800,000			800,000		

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Kibutio Primary School.	720,000			720,000		
Kigathi primary school	160,000			160,000		
Kihate Primary School	200,000			200,000		
Kihuti Primary School	600,000			600,000		
Kiirungi Primary School	400,000			400,000		
Kinuri Primary School	400,000			400,000		
Maganjo Primary School	1,640,000			1,640,000		
Matiraini Primary School	200,000			200,000		
Matuto Primary School	600,000			600,000		
Mbugwa Primary School	400,000			400,000		
Mihuti Primary School	1,000,000			1,000,000		
Muhito Primary School	2,200,000			2,200,000		
Muthuthi-ini Primary School	120,000			120,000		
Mutonga Primary School	640,000			640,000		
Mutwewathi Primary School	600,000			600,000		
Mwati Primary School	400,000			400,000		
Mweru Primary School	1,000,000			1,000,000		
Ndiani Primary School	1,440,000			1,440,000		

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Ngamwa Primary School	1,120,000			1,120,000		
Ningaini Primary School	600,000			600,000		
Nyakahuho Primary School	1,000,000			1,000,000		
Rutune Primary School	400,000			400,000		
Tambaya Primary School	840,000			840,000		
Thangathi Primary School	1,240,000			1,240,000		
Thukuma Primary School	600,000			600,000		
Wahari Primary School	400,000			400,000		
Wang'era Primary School	400,000			400,000		
Wanguru Primary School	200,000			200,000		
Wanjithi Primary School	600,000			600,000		
Ichamara Primary School	150,000			150,000		
				-		
				-		
				-		
				-		
Sub-total	47,259,000	43,697,153	31,980,466	122,936,619	66,031,408	3,483,825
9.0 Secondary Schools Projects (List all the Projects)				-		
Mukurweini Boys						

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		1,800,000		1,800,000	950,960	849,040
Gathiriti Secondary School		2,000,000		2,000,000		2,000,000
Thangathi Secondary School		34,150		34,150		34,150
GIATHUGU SEC SCHOOL			1,000,000	1,000,000	50,000	950,000
Rev. Muhoro Secondary	200,000			200,000		200,000
Karundu Secondary	200,000			200,000		200,000
Karindi Secondary	200,000			200,000		200,000
Tambaya Boys School	200,000			200,000		200,000
THANGATHI SECONDARY SCHOOL	3,500,000			3,500,000		3,500,000
Kihate Secondary School	3,500,000			3,500,000		3,500,000
RUTUNE SECONDARY SCHOOL	3,500,000.00			3,500,000		3,500,000
				-		-
Sub-total	11,300,000	3,834,150	1,000,000	16,134,150	1,000,960	15,133,190
10.0 Tertiary institutions Projects (List all the Projects)						
KMTC -MUKURWEINI	20,486,479	404,049		20,890,528		20,890,528
						-
Sub-total	20,486,479	404,049	-	20,890,528	-	20,890,528
11.0 Security Projects						

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MUKURWE-INI POLICE STATION			265,000	265,000		265,000
DCC			875,000	875,000	476,882	398,118
GIKONDI POLICE POST			1,000,000	1,000,000	963,365	36,635
MUKURWE-INI POLICE STATION(OCPD HOUSE)			100,000	100,000	363,047	(263,047)
Security Masts		12,370	-	12,370		12,370
Mukurweini East ACC	340,000			340,000		340,000
Mukurweini South ACC	340,000			340,000		340,000
Kabuta Police Post	189,000			189,000		189,000
Mutonga Asst. Chief's Office	189,000			189,000		189,000
Gikondi Chief's Office	189,000			189,000		189,000
Kaharo Asst. Chief	189,000			189,000		189,000
Igana Chief's Office	189,000			189,000		189,000
Gathea Asst Chief's Office	189,000			189,000		189,000
Mbiuni Chief's Office	189,000			189,000		189,000
Kaharo Asst. Chief's Office	189,000			189,000		189,000
lthanji Asst. Chief's Office	189,000			189,000		189,000
Gatura Asst. Chief's Office	189,000			189,000		189,000
Gikondi Police Post	227,000			227,000		227,000

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Mukurweini Police Post	304,000			304,000		
Gumba Police Station		700,000		700,000	70,000	416,000
sub-total	3,101,000	712,370	-	3,813,370	1,873,294	3,225,370
12.0 Acquisition of assets				-		
12.1 Motor Vehicles (including motorbikes)			-	-		-
12.2 Purchase of furniture and fittings		300,000		300,000	169,300	-
12.3 PURCHASE OF AUTOMATED BURSARY		100,000		100,000	100,000	-
12.4 Construction of CDF office		360,264.00	2,409,080	2,769,344	2,771,090	-
12.5 OFFICE PARTITIONING		110,000.00		110,000	110,000	-
				-		
				-		
Sub-total	-	870,264	2,409,080	3,279,344	3,150,390	-
13.0 Others				-		-
NG-CDF Strategic Plan			-	-		-
Sub-total	-	-	-	-	-	-
Funds pending approval**				-		-
unapproved projects			-	-		-
Construction of Security masts						

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		1,500,000		1,500,000		
Kngurwe Police Post		2,000,000		2,000,000		
ngcdf-equipment		1,654,473		1,654,473		
Ict Hub		4,997,812		4,997,812		
AiA		-		-		-
Sub-total		-	10,152,285	-	10,152,285	-
Total	170,469,857	89,609,452	42,533,953	302,613,262	111,518,728	112,804,480

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

16. Notes to the Financial Statements

1. General information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established by and derives its authority and accountability from the NG-CDF Act 2015 (amended 2023). The NG-CDF is wholly owned by the Government of Kenya and is domiciled in Kenya. The NG-CDF Mukurwe-ini Constituency principal activity is farming.

2. Statement of Compliance and Basis of Preparation

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

The financial statements have been prepared in accordance with the PFM Act, and International Public Sector Accounting Standards (IPSAS) or the entity has taken advantage of the transitional provisions under IPSAS 33 and therefore these 1st/ 2nd/ 3^d/ are transitional financial statements (entity to state the transitional provisions it has applied, and the steps being taken towards full compliance with IPSAS Accrual).

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

Adoption of New and Revised Standards

(When an IPSAS becomes effective on 1st January 2024, it is applicable in Kenya from 1st July 2024)

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. <i>State the expected impact of the standard to the Entity if relevant</i>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.

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	<i>State the expected impact of the standard to the Entity if relevant</i>
IPSAS 45: Property Plant and Equipment	<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> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 46: Measurement	<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><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 47: Revenue	<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</p>

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	<p>transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
<p>IPSAS 48: Transfer Expenses</p>	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
<p>IPSAS 50: Exploration For & Evaluation of Mineral Resources</p>	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.

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	<i>State the expected impact of the standard to the Entity if relevant</i>
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iii. Early adoption of standards

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

3. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

Budget information

The original budget was approved by Parliament on xx June 20xx for the period 1st July 2024 to 30th June 2025 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

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

b) Property, plant and equipment

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

c) Leases

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

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

d) Intangible assets

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

e) Financial instruments

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

a) Financial assets

Classification of financial assets

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

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

Fair value through surplus or deficit

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

Impairment

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

b) Financial liabilities

Classification

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

f) Inventories

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of

operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the *Entity*.

g) Provisions

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

h) Social Benefits

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

i) Contingent liabilities

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

j) Contingent assets

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

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

k) Employee benefits

Retirement benefit plans

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

l) Foreign currency transactions

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

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m) Related parties

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

n) Cash and Cash Equivalents

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

o) Comparative figures

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

p) Subsequent events

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

4. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

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

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5. Transfers from the NGCDF Board

Description	<i>Insert current FY</i>
	Kshs
NGCDFB Transfers (Allocation for the FY)	161,245,423
Total	161,245,423

6. Transfers from domestic and foreign partners

Description	<i>Insert Current FY</i>
	Kshs
Grants	-
Total	-

7. Finance income

Description	<i>Insert Current FY</i>
	Kshs
Interest Income on Bank Deposits	-
Total	-

(Provide a brief explanation for this revenue)

8. Miscellaneous income

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

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9. Employees cost

	<i>Insert current FY</i>
	Kshs
NG-CDFC Basic staff salaries	3,468,811
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	-
Leave allowance	80,124
Gratuity to contractual employees	796,072
Employer Contributions Compulsory national social security schemes	213,035
Employer Contributions Compulsory Housing levy	61,965
Employer contributions to National Industrial Training Authority	-
Other Specify	-
Total	4,620,006

10. Committee Expenses

	<i>Insert current FY</i>
	Kshs
Sitting allowance	1,922,800
Other Committee expenses	4,007,550
Total	5,930,350

11. Use of Goods and services

	<i>Insert current FY</i>
	Kshs
Utilities, supplies and services	310,087
Communication, supplies and services	1,208,868
Domestic travel and subsistence	667,170
Printing, advertising and information supplies & services	-
Office Rent	-
Training expenses	700,000
Hospitality supplies and services	-
Insurance costs	210,945
Specialized materials and services	147,330
Office and general supplies and services	1,058,850
Fuel, oil & lubricants	1,991,600
Bank charges	30,849
Routine maintenance – vehicles and other transport equipment	291,848
Routine maintenance – other assets	-
Strategic plan expenses	-
Other operating expenses	-
Total	6,617,540.50

12. Other Government Units Actual expenditure

Description	<i>Insert current FY</i>
	Kshs
Primary Schools Actual expenditure	66,031,408
Secondary Schools Actual expenditure	1,785,175
Tertiary Institutions Actual expenditure	-
Total	67,816,582.80

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13. Other Grants and transfers Actual expenditure

	Period ended June 2025
	Kshs
Bursary – secondary schools	16,029,000
Bursary – tertiary institutions	2,914,590
Bursary – special schools	-
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	4,000,000
Security projects Actual expenditure	2,281,302
Climate change mitigation projects	3,060,220
Emergency projects Actual expenditure	-
Roads projects Actual expenditure	-
Others specify	-
Total	28,285,112.05

14. Depreciation and Amortization Expenses

Description	Period ended June 2025
	Kshs
Property Plant and Equipment	1,950,438
Intangible Assets	-
Total	1,950,438

15. Digital Hubs Expenses

Description	Period ended June 2025
	Kshs
Construction/ renovation/ Actual expenditure	-
Digital Hub utility costs Water, Electricity,	-
Maintenance of ICT equipment	-
Maintenance of building	-
Others (<i>specify</i>)	-
Total	-

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16. Gain/loss on Sale of Assets

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

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

17. Impairment Loss

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

(Provide brief explanation on assets impairment loss)

18. Cash and Cash Equivalents

Name Of Bank and Account No.	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
<i>Name Of Bank, Account No. (Operations account)</i>	122,507,065	81,297,626.00
<i>Operations account pending closure (Indicate name & account no.)</i>	-	-
<i>Name of Bank, account No. (Deposit account)</i>	1,135,431	-
<i>Name of Bank, account No. (PMC accounts)</i>	10,927,464	8,311,826.42
Total	134,569,960	89,609,452
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations <i>(Specify)</i>	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

(Provide a schedule of all reconciled PMC bank balances as at the end of the period)

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19. Receivables from Exchange Transactions

Description	Period ended June 2025	Opening Statement 1 st July 2025
	Kshs	Kshs
Total receivables		
Other exchange debtors (<i>Specify</i>)	-	-
Less: impairment allowance	-	-
Totalreceivables	-	-
a. Current receivables	-	-
b. Non-current receivables	-	-
Total Receivables (a+b)	-	-

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

i. Ageing Analysis for Receivables

Description	Period ended June 2025		Opening Statement 1 st July 2025	
	Current FY	% of the total	Opening Balance	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (a+b)	-	%	-	%

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20. Receivables from Non-Exchange Transactions

Description	Period ended June 2025		Opening Statement 1 st July 2025	
	Kshs		Kshs	
Transfers from NGCDFB	51,758,386		42,533,952.22	
Outstanding imprest	-		-	
Total	51,758,386		42,533,952	
Ageing Analysis- Receivables from non-exchange transactions	Insert Current FY	% of the total	Opening Balance	% of the total
Less than 1 year	-	%	-	%
Between 1-2 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-	%	-	%

21. Prepayments

Description	Period ended June 2025	Opening Statement 1 st July 2025
	Kshs	Kshs
Prepaid Rent	-	-
Prepaid Insurance	151,418	105,761
Prepaid Electricity Costs	-	-
Other Prepayments (<i>Specify</i>)	-	-
Total	151,418	105,761

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22. Property, Plant and Equipment

	Land	Buildings	Motor vehicles	Furniture and fittings	Computers & ICT Equipment	Other Assets (specify)	Capital Work in progress	Total
Depreciation Rate(specify)		2%	25%	12.5%	30%	x%		
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1 st July 2025			6,989,000	4,000,000	2,900,000			13,889,000
Additions					871,000	2,940,390		3,811,390
Disposals			-	-	-			
Transfer/Adjustments								
As At 30 th June 2025			6,989,000	4,000,000	3,771,000	2,940,390		17,700,390
Depreciation And Impairment								
Opening Depreciation			1,747,250	800,000	870,000			3,417,250
Depreciation	-		1,310,438	640,000			-	1,950,438
Disposals	-		-	-	-			
Impairment	-			-	-		-	
Transfer/Adjustment	-							
As At 30 th June 2025			3,057,688	1,440,000	870,000			5,367,688
Net Book Values								
Opening Bal as at 1 st July 2024			5,241,750	3,200,000	2,030,000			10,471,750
As At 30 th June 2025			3,931,313	2,560,000	2,901,000			12,332,703

Valuation

Land and buildings/ Equipment (be specific) were valued by in line with the National Assets and Liabilities Management Policy and Guidelines (Issued 30th June 2020). These amounts were adopted on xxx.

22 b) Property, Plant and Equipment at Cost

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

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

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

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

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23. Intangible Assets

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

24. Right-of use assets

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

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As At 30 June 2025 (Current FY)	-	-	-	-
As At 30 June 20xx. (Comparative Period)	-	-	-	-

25. Trade and Other Payables

Description	Insert Current FY		Opening Statement 1 st July 20XX	
	Kshs		Kshs	
Trade payables	-		-	
Employee payables	-		-	
Other payables	-		-	
Total trade and other payables	-		-	
Aging analysis: (Trade and other payables)	Current FY	% of the Total	1st July	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (tie to above total)	-		-	

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26. Third-Party deposits

	<i>Insert current FY</i>
	KShs
Retention as at 1 st July (A)	-
Retention held during the year (B)	-
Retention paid during the Year (C)	-
Closing Retention as at 30th June D= A+B-C	-

Retentions aging analysis.

	Insert Current FY	% of the total	Insert Comparative FY	% of the total
Less than 1 year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-		-	

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

27. Lease Liabilities

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

Maturity Analysis

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

Analysed as:

Description	Amount
Current	-
Non- Current	-
Total	-

28. Gratuity Provision

Description	Period ended June 2025
	Kshs
Gratuity at the beginning of the year 1 st of July	965,788
Gratuity held during the year	796,072
Gratuity paid during the year	-
Total Gratuity Provision 30th June (A+B-C)	1,761,859.68

29. Cash Generated from Operations

	Insert Current FY
	Kshs
Surplus/Deficit for the year	57,245,922
Adjusted for:	
Depreciation	1,950,438
Impairment	-
Gains and losses on disposal of assets	-
Working capital adjustments	
Increase/decrease in receivables	9,270,091
Increase/decrease in payables	(796,072)
Net cash flow from operating activities	48,771,903

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

30. Financial Risk Management

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

i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June (Current FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-
As at 30 June (Previous FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-

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

Financial Risk Management

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

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June (Current FY)				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	-	-
Total	-	-	-	-
As at 30th June (Previous FY)				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-

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

iii) Market risk

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

a) Foreign currency risk

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

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Current FY

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

Foreign currency sensitivity analysis

Current FY

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

Financial Risk Management

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

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
Current FY			
Euro	10%	-	-
USD	10%	-	-
Previous FY			
Euro	10%	-	-
USD	10%	-	-

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

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

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

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

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

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

Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 June (Current FY)				
Financial Assets				
Quoted Equity Investments	-	-	-	-
Non- Financial Assets				
Investment Property	-	-	-	-
Land And Buildings	-	-	-	-

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

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

iv) Capital Risk Management

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

Description	Insert Current FY	<i>Opening Statement 1st July 2025</i>
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	-	-
Net Debt/(Excess Cash And Cash Equivalents)	-	-
Gearing	-	-

31. Related Party Disclosures

	Insert current FY	Opening Statement 1 st July 2025
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	-	-
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	-	-
Total	-	-

32. Segment Information

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

33. Contingent Assets and Contingent Liabilities

Contingent Assets

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

(Give details)

Contingent Liabilities

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

34. Capital Commitments

Capital Commitments	Insert Current FY	Opening Statement 1 st July 2025
	Kshs	Kshs
Authorised for	-	-
Authorised and Contracted for	-	-
Total	-	-

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

35. Events after the Reporting Period

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

36. Ultimate And Holding Entity

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

37. Currency

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

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17. Annexes
Annex 1: Summary of Asset Register

Asset class	Historical Cost/valuation costbalance brought forward (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land				
Buildings and structures	26,626,149	2,940,390	-	29,566,539.00
Transport equipment	28,570,182			28,570,182.00
Office equipment, furniture, and fittings	3,281,691			3,281,691.00
ICT Equipment and Other ICT Assets	4,208,127	871,000	-	5,079,127.00
Other Machinery and Equipment				
Intangible assets				
Total	62,686,149	3,811,390	-	66,497,539

Constituency Name	Asset Name	Asset category	Barcode Number	Purchase Date	Cost (Ksh)	General Description	Purchase Year
Mukurwe-ini	Plastic chair	Furniture & Fittings	CDF/085/001/-01-250	2/22/2005	100,000.00	130 chairs unserviceable	2005
Mukurwe-ini	projector/sony	Equipment & Utilities	CDF/085/003	9/8/2005	172,000.00	Unserviceable	2005

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Mukurwe- ini	tents/stripped red & yellow	Furniture & Fittings	CDF/085/004	9/8/2005	242,000.00	Unserviceable	2005
Mukurwe- ini	two box speakers	Equipment & Utilities	CDF/085/005	9/8/2005	24,000.00	Unserviceable	2005
Mukurwe- ini	speaker stand (two)	Equipment & Utilities	CDF/085/006		6,000.00	Unserviceable	2005
Mukurwe- ini	One horn speakers	Equipment & Utilities	CDF/085/007	9/8/2005	3,100.00	Unserviceable	2005
Mukurwe- ini	microphone receiver	Equipment & Utilities	CDF/085/008	2/9/2005	11,000.00	Unserviceable	2005
Mukurwe- ini	compac	Computers	CDF/085/010	2/9/2005	140,000.00	Unserviceable	2005
Mukurwe- ini	printer	Equipment & Utilities	CDF/085/012	2/9/2005	120,000.00	Unserviceable	2005
Mukurwe- ini	scanner	Computers	CDF/085/013	2/9/2005	70,000.00	Unserviceable	2005
Mukurwe- ini	1 laptop toshiba a 100	Computers	CDF/085/015	2/9/2005	58,000.00	Not available	2005
Mukurwe- ini	grader cat 140h	Motor Vehicle	GKA 950 U		18,500,000.00	Good condition	2007
Mukurwe- ini	paper binder	Equipment & Utilities	CDF/085/017		12,000.00	Unserviceable	2007
Mukurwe- ini	ahunja amplifier	Equipment & Utilities	CDF/085/018	9/8/2007	51,500.00	Unserviceable	2007
Mukurwe- ini	1 shume microphone	Equipment & Utilities	CDF/085/019	9/8/2007	1,500.00	Unserviceable	2007
Mukurwe- ini	1 sekaku microphone	Equipment & Utilities	CDF/085/020	9/8/2007	53,300.00	Unserviceable	2007
Mukurwe- ini	1 speaker cable	Equipment & Utilities	CDF/085/021	9/8/2007	4,000.00	Unserviceable	2007
Mukurwe- ini	generator	Equipment & Utilities	CDF/085/022	9/8/2007	14,750.00	Stolen and reported	2007

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Mukurwe -ini	office table	Furniture & Fittings	CDF/085/023	2/2/2009	15,000.00	Unserviceable	2009
Mukurwe -ini	motor bike	Motor Vehicle	GKA 366T	2/19/2010	150,000.00	Serviceable	2010
Mukurwe -ini	motor vehicle	Motor Vehicle	GKA 265U	2/19/2010	3,081,182.00	Good condition	2010
Mukurwe -ini	1dell vosh 10.5	Equipment & Utilities	CDF/085/027	5/12/2010	158,000.00	Serviceable	2010
Mukurwe -ini	1 hp 500mm intel desktop	Equipment & Utilities	CDF/085/029	5/12/2010	58,000.00	Good condition	2010
Mukurwe -ini	1 pc kyocera task alpha + printing sytem	Equipment & Utilities	CDF/085/030	5/12/2010	155,000.00	Serviceable	2010
Mukurwe -ini	1 video camera	Equipment & Utilities	CDF/085/032	5/12/2010	136,000.00	Unserviceable	2010
Mukurwe -ini	1 tripod	Equipment & Utilities	CDF/085/034	5/12/2010	55,000.00	Good condition	2010
Mukurwe -ini	2 4 drawer metallic cabinet with bars	Furniture & Fittings	CDF/085/035	5/12/2010	136,000.00	Good condition	2010
Mukurwe -ini	2 chairs with wheels	Furniture & Fittings	CDF/085/036	5/12/2010	14,000.00	Unserviceable	2010
Mukurwe -ini	10 office chairs	Furniture & Fittings	CDF/085/037	5/12/2010	40,000.00	Good condition	2010
Mukurwe -ini	2 office desk with drawers	Furniture & Fittings	CDF/085/038	5/12/2010	20,000.00	Good condition	2010
Mukurwe -ini	4 desks without drawers	Furniture & Fittings	CDF/085/039	5/12/2010	136,000.00	Two Unserviceable	2010
Mukurwe -ini	5 flash disk 3 pcs 2gb, 2 pcs, 4gb	Equipment & Utilities	CDF/098/040	5/12/2010	59,500.00	Unserviceable	2010

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Mukurwe- -ini	2 executive visitors seats	Furniture & Fittings	CDF/098/40/01 -02	10/16/2 015	101,040. 0 0	Good condition	2015
Mukurwe- -ini	2 tv screens	Equipment & Utilities	CDF/098/041/0 1-02	10/16/2 015	99,760.0 0	Good condition	2015
Mukurwe- -ini	2 coffee tables	Furniture & Fittings	CDF/098/042	10/16/2 015	64,813.0 0	Good condition	2015
Mukurwe	10 staff desks	Furniture &	CDF/098/043	10/16/2	245,588.	Four serviceable	2015

-ini		Fittings		015	00		
Mukurwe- -ini	10 staff seats	Furniture & Fittings	CDF/098/044	10/16/2 015	265,880. 00	Good condition	2015
Mukurwe- -ini	3 Cabinets	Furniture & Fittings	CDF/098/045- 047	10/16/2 015	147,440. 0 0	Good condition	2015
Mukurwe- -ini	1 Cabinet safe	Furniture & Fittings	CDF/098/048	10/16/2 015	314,600. 00	Good condition	2015
Mukurwe- -ini	10 visitors seats	Furniture & Fittings	CDF/098/049- 59	10/16/2 015	195,000. 00	Good condition	2015
Mukurwe- -ini	2 waiting room chairs (3-seater)	Furniture & Fittings	CDF/098/060- 61	10/16/2 015	64,960.0 0	Good condition	2015
Mukurwe- -ini	1 boardroom table	Furniture & Fittings	CDF/098/062	10/16/2 015	315,600. 00	Good condition	2015
Mukurwe- -ini	13 boardroom chairs	Furniture & Fittings	CDF/098/062- 75	10/16/2 015	288,500. 00	Good condition	2015
Mukurwe- -ini	1 reception desk	Furniture & Fittings	CDF/098/076	10/16/2 015	10,200.0 0	Good condition	2015
Mukurwe- -ini	2 water dispensers	Furniture & Fittings	CDF/098/077- 080	10/16/2 015	38,280.0 0	Unserviceable	2015

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Mukurwe-ini	2 coat hanger	Furniture & Fittings	CDF/098/081-082	10/16/2015	11,600.00	Good condition	2015
Mukurwe-ini	2 Flower vases	Furniture & Fittings	CDF/098/083-084	10/16/2015	16,240.00	Not availed	2015
Mukurwe-ini	1 Projector	Equipment & Utilities	CDF/098/085	10/16/2015	64,380.00	Good condition	2015
Mukurwe-ini	1 Mounter	Equipment & Utilities	CDF/098/086	10/16/2015	8,120.00	Good condition	2015
Mukurwe-ini	1 projector screen	Equipment & Utilities	CDF/098/087	10/16/2015	119,720.00	Good condition	2015
Mukurwe-ini	3 Laptops	Computers	CDF/098/088-091	10/16/2015	309,720.00	2 stolen	2015
Mukurwe-ini	2 Desktop computers	Computers	CDF/098/092-095	10/16/2015	253,120.00	Good condition	2015
Mukurwe-ini	1 Hp Scanner	Equipment & Utilities	CDF/098/096	10/16/2015	240,600.00	Good condition	2015
Mukurwe-ini	1 Hp printer	Equipment & Utilities	CDF/098/097	10/16/2015	56,260.00	Good condition	2015
Mukurwe-ini	2 Brailles	Equipment & Utilities	CDF/098/098-100	10/16/2015	155,320.00	Good condition	2015
Mukurwe-ini	NG-CDF Office block	Buildings		2013/2014-2016/17	29,566,539.00	Good condition	2013/2014-2016/16
Mukurwe-ini	2 HP Laptops 15.6"-Intel Core i5-8250U	Computers	NG-CDFB005723-5724	9/6/2018	250,000.00	One stolen	2018

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Mukurwe- -ini	1 Apple Macbook Air MQD32- 13.3"	Computers	NG- CDFB005725	9/6/201 8	250,000. 00	stolen			2018	
Mukurwe- -ini	3 Ramtons water dispenser RM/434-Hot & Cold Black	Equipment & Utilities	NG- CDFB005726- 5728	9/6/201 8	180,400. 0 0	Good condition			2018	
Mukurwe- -ini	1 Ambassador Executive Desk	Equipment & Utilities	NG- CDFB005729	9/6/201 8	87,000.0 0	Good condition			2018	
Mukurwe- -ini	1 Regency high black executive office chair	Equipment & Utilities	NG- CDFB005730	9/6/201 8	32,500.0 0	Good condition			2018	
Mukurwe- -ini	30HMS electric halogen room heater-Grey	Equipment & Utilities	NG- CDFB005731- 5733	9/6/201 8	175,900. 0 0	2 Unserviceable			2018	
Mukurwe- -ini	1HP page wide pro 477dn Multifunction printer	Equipment & Utilities	NG- CDFB005734	9/6/201 8	312,500.0 0	Good condition			2018	
Mukurwe- -ini	1 Nikon COOLPIX B500-Digital still Camera-Black	Equipment & Utilities	NG- CDFB005735	9/6/201 8	212,127. 0 0	Stolen			2018	
Mukurwe- -ini	1 Samsung Galaxy S7 Edge	Equipment & Utilities	NG- CDFB005736	9/6/201 8	68,200.0 0	Stolen and reported			2018	

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Mukurwe -ini	3MECER 650VA Line Interactive UPS- Black	Equipment & Utilities	NG-CDFB005737-5739	9/6/2018	140,800.00	Good condition	2018
Mukurwe -ini	NIKON DIGITAL CAMERA D7200 Sn 2599270	Equipment & Utilities	NG-CDFB005740	3/2/2020	178,000.00	Good condition	2020
Mukurwe -ini	DOUBLE CAB PICK-UP 4*4	MOTOR VEHICLE	GKC854A	1/26/2024	6,989,000	Serviceable	2024
Mukurwe -ini	HP ELITE BOOK 840 95 Intel@ Core™i5-8350u	Computers	SCG9241F6V	3/10/2025	105,000	Serviceable	2025
Mukurwe -ini	HP ELITE BOOK 840 95 Intel@ Core™i5-8350u	Computers	SCG9313JX6	3/10/2025	105,000	Serviceable	2025
Mukurwe -ini	HP ELITE BOOK 840 95 Intel@ Core™i5-8350u	Computers	5CG8431FD2	3/10/2025	105,000	Serviceable	2025
Mukurwe -ini	HP ELITE BOOK 840 95 Intel@ Core™i5-8350u	Computers	SCG8511XL2	3/10/2025	105,000	Serviceable	2025
Mukurwe -ini	HP ELITE BOOK 840 95 Intel@ Core™i5-8350u	Computers	SCG9313JL0	3/10/2025	105,000	Serviceable	2025
Mukurwe -ini	HP ELITE BOOK 840 95 Intel@ Core™i5-8350u	Computers	SCG9313GG0	3/10/2025	105,000	Serviceable	2025
Mukurwe -ini	TRANSCEND HARD DRIVE I TB CAPACITY	TB CAPACITY	I27762-0083	3/10/2025	15,000	Serviceable	2025

Mukurwe -ini	TRANSCEND HARD DRIVE- I TB CAPACITY	TB CAPACITY	H72360-0219	3/10/2025	15,000	Serviceable	2025
Mukurwe -ini	UPS BACKUPS-MERCURY MAVERICK 850	Computers	241205M0850L00639	3/10/2025	18,000	Serviceable	2025
Mukurwe -ini	UPS BACKUPS-MERCURY MAVERICK 850	Computers	241205M0850L00840	3/10/2025	18,000	Serviceable	2025
Mukurwe -ini	TASKALFA 356C1	Computers	*EGK006415142*	3/10/2025	100,000	Serviceable	2025
Mukurwe -ini	KYOCERA	Computers	*et4148900319*	3/10/2025	75,000	Serviceable	2025

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
ICHAMARA PRIMARY SCHOOL	EQUITY	0830279575834	3,223.48	
KIHARO ASST CHIEFS OFFICE NG-CDF PMC	EQUITY	0830282590231	2,884.00	
KIAWAMURURU PRY	EQUITY	0830282739612	206,369.76	
KARINDI ASST CHIEFS OFFICE	EQUITY	0830282773687	1,000.65	
KAHARO SEC SCHOOL	EQUITY	0830282774271	300.00	
NGAMWA ASS CHIEFS OFFICE	EQUITY	0830282775414	2,000.00	
WAMUTITU SEC SCHOOL	EQUITY	0830282953942	618,100.00	
WERU INTEGRATED SEC SCH	EQUITY	0830282962655	1,662.00	
MIHUTI SEC SCHOOL	EQUITY	0830282989022	16,040.00	
KIBUTIO POLICE POST	EQUITY	0830285246163	586.00	
KARINDI SEC ADMIN BLOCK	EQUITY	0830285451111	580.00	
SOUTH TETU GIRLS HIGH SCHOOL MAIN GATE	EQUITY	0830285507649	1,422,791.00	
MUTHUTHINI PRY SCHOOL	EQUITY	0830285596340	53,350.00	
KAHARO PRY SCHOOL	EQUITY	0830285596382	36,013.00	
WANG'ERA PRY	EQUITY	0830285596453	3,284.75	
MUKURWEINI SPORTS TOURNAMENT PMC	EQUITY	0830170946920	6,865.75	

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
MUKURWEINI ENV NG-CDF	EQUITY	0830173286249	34,818.15	
KARIARA PRY SCH	EQUITY	0830176904778	1,279.50	
ST.AUGUSTINE GIKONDI BOYS SEC SCHOOL	EQUITY	0830177159257	1,273,941.10	
ST.THOMAS GATURA SEC SCHOOL	EQUITY	0830177709843	181.00	
MUTONGA ASST CHIEFS OFFICE	EQUITY	0830180048329	184,125.00	
KIBUTIO SEC SCH	EQUITY	0830180297343	16,911.37	
MUKURWEINI KMTC	EQUITY	0830180348066	1,223,190.04	
MUKURWEINI PROJECTS FURNITURE	EQUITY	0830180505045	514.00	
THUKUMA PRY SCHOOL	EQUITY	0830180900830	1,554.00	
TAMBAYA PRY SCH	EQUITY	0830180968876	12,869.24	
KARABA PRY SCH	EQUITY	0830180978159	1,610.01	
MUKURWEINI BOYS HIGH SCHOOL	EQUITY	0830180982984	182.80	
GATURA ASST CHIEFS OFFICE	EQUITY	0830181151125	2,281.29	
MBIUINI CHIEFS OFFICE PMC	EQUITY	0830181151707	55,123.83	
ITHANJI ASST CHIEFS OFFICE	EQUITY	0830181156710	17,899.10	
GATHEA ASST CHIEFS OFFICE	EQUITY	0830181159966	559.75	
GIKONDI POLICE POST PMC	EQUITY	0830181161240	44,500.03	
IGANA CHIEFS OFFICE PMC	EQUITY	0830181161261	1,000,000.00	
KAHARO ASST CHIEF OFFICE	EQUITY	0830181161746	17,931.18	

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
ST.CECILIA KAHETI GIRLS SEC SCHOOL	EQUITY	0830181162017	3,530.00	
NDIA-INI GIRLS SEC SCHOOL	EQUITY	0830181167025	23,167.20	
RUTUNE PRY SCH	EQUITY	0830182400263	280.68	
KIBUTIO SEC SCHOOL	EQUITY	0830292997607	9,932.00	
MUKURWEINI NGCDF SPORTS	FAMILY	056000032054	1,072.65	
MUKURWEINI NGCDF OFFICE	FAMILY	056000032065	41,140.70	
GACHIRIRO PRY REN	SIDIAN	01005710001402	418.00	
GATHUKIMUNDU PRY	SIDIAN	01005710001332	179.00	
GITHUNGURI PRY	SIDIAN	01005710001452	84.00	
ICHAMARA PRIMARY SCHOOL	SIDIAN	01005710001462	223.00	
ITITU PRY SCH	SIDIAN	01005710001322	229.50	
KAINI PRY SCH	SIDIAN	01005710001362	331.00	
KANGURWE PRY SCH	SIDIAN	01005710001392	4.00	
KIANG'ONDU PRY	SIDIAN	01005710001342	196.00	
KIGATHI PRY SCH	SIDIAN	01005710001372	88.00	
KIHUTI PRY SCH	SIDIAN	01005710001432	13,112.00	
MATUTO PRY SCH	SIDIAN	01005710001352	198.00	
MBUGWA PRY SCH	SIDIAN	01005710001442	174.00	
MUHITO PRY SCH	SIDIAN	01005710001422	75.00	

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
MUTWE-WATHI PRY SCH	SIDIAN	01005710001382	803.00	
WANJITHI PRY SCH	SIDIAN	01005710001412	885.00	
KIREREMA ASSISTANT CHIEF NGCDF PMC	KCB	1228739315	2,614.00	
KAHARO AP POST NGCDF PMC	KCB	1228738858	78,398.00	
GAKINDU CHIEFS OFFICE NG-CDF PMC	KCB	1228737371	862.30	
THANGATHI AP POST NG-CDF	KCB	1228738238	13,571.00	
WANJITHI CHIEFS OFFICE	KCB	1230070982	193,751.00	
MIHUTI ASSISTANT CHIEFS OFFICE	KCB	1230072764	954.35	
WACHEE PRY	family	056000033671	10.50	
MWERU PRY SCH	family	056000033637	959	
KARUNDU PRY SCH	family	056000033689	1,454.50	
NGUURA PRY SCH	family	056000033668	494.00	
KARIARA PRY SCH	family	056000033630	27,662.70	
MIHUTI PRY SCH	family	056000033628	272	
GATHIRIRTI PRY SCH	family	056000033629	613	
KARIARA PRY SCH ENV	family	056000034447	145.00	
MWATI PRY SCH	family	056000033633	503.20	
ITHANJI	sidian	01005710004647	544.00	
MUTWE-WATHI PRY SCH	sidian	01005710004777	1,463.00	

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
WANJITHI PRY SCH	sidian	01005710004737	1,509.00	
KAINI PRY SCH	sidian	01005710004697	11,661.50	
THANGATHI PRY SCH	sidian	01005710004817	5,856.00	
KIANGONDU PRY SCH	sidian	01005710004857	1,862.50	
RUTUNE PRY SCH	sidian	01005710004587	1,471.00	
MWATI PRY SCH	sidian	010057100033632	3,221.50	
GITHUNG'UNG'U PRY SCH	sidian	01005710004595	1.00	
GITHI PRY SCH	sidian	01005710004797	104	
KIHUTI PRY SCH	sidian	01005710004687	845.5	
GACHIRIRO PRY SCH	sidian	01005710004827	13.5	
MATUTO PRY SCH	sidian	01005710004727	1,377.50	
KIHATE PRY SCH	sidian	01005710004677	4.00	
GAKIMA PRY SCH	sidian	01005710004707	4.00	
MUHITO PRY SCH	sidian	01005710004847	27.5	
KAHETI PRY SCH	sidian	01005710004717	31	
GITHUNGURI PRY	sidian	01005710004757	11,763.00	
GATHUKIMUNDU PRY SCHOOL	sidian	01005710004617	87.5	
ICHAMARA PRY SCH	sidian	01005710004887	4,349.50	
GIATHUGU PRY SCH	sidian	01005710004607	434	

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
MBUGWA PRY SCH	sidian	01005710004657	1,040,942.00	
KIAMURATHE PRY SCH	sidian	01005710004767	746	
GATHITU PRY SCH	sidian	01005710004787	00	
KIGATHI PRY SCH	sidian	01005710004747	148	
KANGURWE PRY SCH	sidian	01005710004667	6,291.50	
THUKUMA PRY SCHOOL	sidian	01005710005035	624.8	
ICHAMARA PRY SCH	sidian	01005710005055	1097	
WANJITHI PRY SCH	sidian	01005710005045	47.2	
GITHI PRY SCH	sidian	01005710005085	12.8	
GIATHUGU PRY SCH	sidian	01005710005075	3.4	
GITHUNG'UNG'U PRY SCH	sidian	01005710005065	130.00	
KARAGURIRIO PRY	KCB	1332079377	488.00	
NDIAINI PRY	KCB	1332079466	1,948.00	
MATIRAINI PRY	KCB	1332077439	3,091.00	
GITHAGARA PRY	KCB	1332080758	344.00	
GATURA PRY	KCB	13320813112	454.00	
KARINDI PRY	KCB	1332078745	2,188.00	
GAKIRA PRY	KCB	1332080324	1,539.00	
NGAMWA PRY	KCB	1332078869	338.70	

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
GAIKUNDO PRY	KCB	1332079830	274.00	
GIKONDI PRY	KCB	1332080219	0.00	
NINGAINI PRY	KCB	1332081894	17,805.00	
MUKUI	KCB	1332076815	15,749.00	
KAGARII	KCB	1332078443	428.00	
KARABA PRY SCH	KCB	1332079946	10,372.00	
WAHARI PRY	KCB	1332076114	12,452.00	
KIAWAMURURU PRY	KCB	1332079628	4.00	
MUTONGA PRY	KCB	1332079032	2,198.00	
KIIRUNGI PRY	KCB	1332078095	30.00	
KIAWAITA PRY	KCB	1332081037	223.00	
KIBUTIO PRY	KCB	1332081398	309.00	
MAGANJO PRY	KCB	1332077099	127.00	
KANUNGA PRY	KCB	1332078060	8.00	
NYAKAHUH PRY	KCB	1332079059	19.00	
KIANYAGA PRY	KCB	1332079342	2,538.00	
WANGURU	KCB	1332081525	8,897.00	
TAMBAYA PRY SCH	KCB	1332080383	15,058.00	
mukurweini boys high school	KCB	1337954489	64,825.00	
GIATHUGU SECONDARY SCHOOL	KCB	1332080387	1,000,000.00	

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GITHI PRIMARY SCH	SIDIAN	01005710005085	12.80
MWATI PRIMARY SCHOOL	family	056000033633	503.20
MAGANJO PRIMARY SCHOOL	KCB	1332222188	34.00
GIATHUGU PRIMARY SCHOOL	SIDIAN	01005710005075	3.40
KIAWAMURURU PRIMARY SCHOOL	KCB	1332253253	115.00
WANJITHI PRY SCHOOL	SIDIAN	01005710005045	47.20
KIAWAITA PRY SCHOOL	KCB	1332253256	610.00
ICHAMARA PRY SCHOOL	SIDIAN	01005710005055	1,097.00
KANUNGA PRY SCHOOL	KCB	1332254926	354.00
THUKUMA PRY SCHOOL	SIDIAN	01005710005035	624.80
MUTONGA PRY SCHOOL	KCB	1332253717	1,517.00
KINURI PRY SCHOOL	EQUITY	0830285596506	730.00
ITITU PRIMARY SCHOOL	EQUITY	0830285596347	500.00
KARIARA PRY SCHOOL	family	056000033630	145.45
WAHARI PRY SCHOOL	KCB	1332256104	1,265.00
KIBUTIO PRY SCHOOL	KCB	1332222773	65.00
GITHUNG'UNG'U PRY SCHOOL	SIDIAN	01005710005065	130.00
KIIRUNGI PRY SCHOOL	KCB	1332223222	536.00
DCC-BATHROOM/TOILET PROJECT	KCB	1337954381	920.50
GIKONDI POLICE POST	KCB	1338060961	3,777.50
MUKURWE-INI POLICE STATION	KCB	1337954322	1,953.50
GUMBA POLICE POST	equity	0830285278685	652,046.00
TOTAL			9,601,639.71

Annex 3: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
4.1	Presentation and Accuracy of the Financial Statements Criteria	The management has reviewed and amended the Financial Statements.	Resolved	
4.2	Inaccuracies in Other Grants and Transfers	The errors were caused by wrongfully including reversed/cancelled cheques. We have corrected the errors and amended the Financial statements (attached).	Resolved	
4.3	Inaccuracies in the Summary of Fixed Asset Register	The management has corrected the misclassification of the motor vehicle procured at a cost of Kshs. 6,989,000	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		during the financial year and amended the Asset Register and Financial statements.		
4.4	Stolen Assets	Find attached Police occurrence book confirming that the theft was reported to the police.	Resolved	
4.5	Irregular Procurement Motor Vehicle of	Requisition for the vehicle was guided by the proposal for the financial year 2021/2022 and further requisition of funds from emergency fund in the FY 2022/2023 (find attached proposal). The management has noted your observation on the issue of specifying the vehicle model during tendering. However, it is the	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>policy and requirement of the National Government Constituencies Development Fund Board to be very specific including providing make and model of the intended vehicle. Approval cannot be granted unless this criteria is met. (Refer to NGCDF Board Approval- File 2-Annex 1)</p> <p>The procurement was based on a framework agreement by the Ministry of Transport & Infrastructure and the Vendor - copy attached- File 2 Annex 2</p> <p>Further, we clarify that the quotation from CFAO Motors Kenya Limited was</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		dated 12 th October 2023 and not 4 th December 2023 while the specification were signed on 10 th October 2023. Kindly review the tender.- file 2-anex 3 Signed Contract agreement is available for your review- File 2 Annex 1		
4.6	Inaccuracies in Gratuity Account Balance	The management has reviewed the financial statements balances and amended the inaccuracies	Resolved	
4.7	NG-CDF Staff Composition	The management has noted your findings and recommendation on the issue of ethnic balancing. It is unfortunate that there were no applicants from other ethnic communities that applied for position	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>during our recruitment exercise. This is possibly because our constituency is not cosmopolitan and has not attracted interest from diverse ethnic backgrounds. We will consider "affirmative action" when vacancies arise in future.</p> <p>On the issue of numbers, kindly note that our staff compliment includes 5 interns. This is in line with the Government's agenda of promoting capacity building in governance, leadership, policy and research through internship opportunities for the youth.</p>		

*.....ional Government Constituencies Development Fund (NGCDF)
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Name PURTY W. WANJIRU
Fund Account Manager.