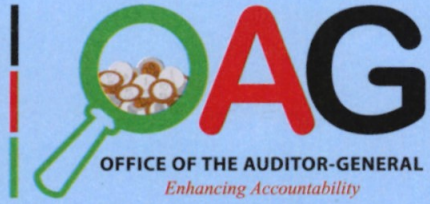


REPUBLIC OF KENYA



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OFFICE OF THE AUDITOR-GENERAL  
Enhancing Accountability




# REPORT

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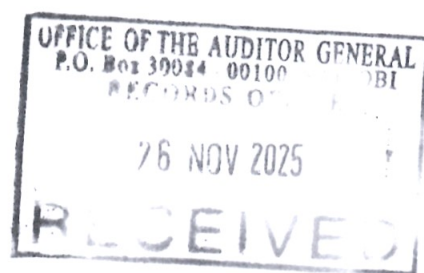
## THE AUDITOR-GENERAL

ON

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 26 FEB 2026	DAY. THUR
TABLED BY:	DEPUTY MAJORITY WHIP
CLERK-AT THE-TABLE:	V. WAMBOL

## CHAMA CHA KAZI PARTY

FOR THE YEAR ENDED  
30 JUNE, 2025



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**CHAMA CHA KAZI PARTY (CCK)**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDING JUNE 30, 2025**

---

Prepared In Accordance with the Accrual Basis of Accounting Method  
Under the International Public Sector Accounting Standards (IPSAS)

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements for the Year Ended June 30, 2025**

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements for the Year Ended June 30, 2025**

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## 1. Acronyms and Definition of Key Terms

### A: Acronyms

CCK	Chama Cha Kazi Party
PL	Party Leader
SG	Secretary General
ED	Executive Director
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
PPA	Political Parties Act
ORPP	Office of Registrar of Political Parties
IDRM	Internal Dispute Resolution Mechanism
NEC	National Executive Council
NDC	National Delegates Council
NGC	National Governing Council
PPF	Political Parties Fund
PPLC	Political Parties Liaison Committee NEB

**Fiduciary Management-** Members of management who are directly entrusted with the responsibility of managing the organization's financial resources.

**The Secretary-General** is the accounting officer of the Political Party

**Comparative Year-** Means the prior period.

## **2. Key Political Party Information and Management**

### **(a) Background information**

*Chama Cha Kazi Party* was fully registered under the Political Parties Act, 2021 CAP. 7D on 18 March 2021. The Party is domiciled in Kenya and has twenty-seven (27) branches i.e., Nairobi, Kiambu, Murang'a, Nyeri, Kirinyaga, Embu, Tharaka Nithi, Meru, Nyandarua, Nakuru, Laikipia, Kajiado, Machakos, Makueni, Mombasa, Taita Taveta, Kwale, Kakamega, Kisumu, Bungoma, Busia, Trans-nzoia, Uasin Gishu, Nyamira, Kisii & Nyamira.

### **Principal Activities**

The principal activity/mission/ mandate of the Party is to ...

- (a) Recruit and enlist members.
- (b) Nominate candidates for elections.
- (c) promote representation in Parliament and county assemblies of women, persons with disabilities, youth, ethnic and other minorities, and marginalized communities.
- (d) Sensitize the public on the functioning of the political and electoral system.
- (e) promote and enhance national unity.
- (f) mobilize citizens to participate in political decisions.
- (g) solicit and articulate public policy priorities as identified by its members; and
- (h) shape and influence public policy.

### **©Vision, Mission, Goal, Ideology and Core Values**

**Vision:** To be the most known party in fighting corruption and promoting a development agenda in Kenya

**Mission:** To empower members and stakeholders through effective resource mobilization and provision of innovative, diversified, competitive products and services for self- sustainability and socio-economic development.

**Goal:** To achieve sustainable development by providing exemplary people-centered leadership And fighting corruption.

*Chama Cha Kazi party (CCK) Annual Report and Financial Statements for the Year Ended June 30, 2025*

**Ideology:** We are a social democratic party founded on Social Democratic ideals, with a major focus on the welfare of workers, youth, gender parity and equal opportunities for all Kenyan people.

**Key Political Party Information and Management continued'**

**Objectives**

The objectives of *Chama Cha Kazi Party(CCK)* are outlined in the Party Constitution and which are within the guidelines set out by Political Parties Act, 2011.

**Core Values**

**Our core values are based on the following;**

**Integrity:** The Party shall ensure integrity in all their undertaking.

**Democracy:** The Party shall ensure Democracy is upheld in their activities.

**Respect:** The Party shall ensure Respect is maintained

**Equity:** The Party shall ensure that there is equity in all the opportunities within its jurisdiction.

**Relevance:** The Party is committed to ensuring relevance in its programs and activities.

**Relevance:**

The Party is committed to ensuring relevance in its programs and activities. **Quality:** All out put sand processes of the Party shall ensure that quality is maintained. **Commitment:** The Party seeks to ensure commitment in its programs and activities.

**Relevance:** The Party is committed to ensuring relevance in its programs and activities.

**Excellence:** Excellence shall be targeted in outputs of the Party

**Justice:**The Party shall ensure that in all its dealings there is justice

**Accountability:** The Party hall ensure that everybody is held accountable

**Transparency:** There will be assurance by the Party that there is transparency in all dealings

**Good Governance:** The Party shall exercise good governance

**Fight against corruption:** Through the Party organs, there will be a total fight against corruption

**KeyManagement**

The *CCKs day-to-day* management is under the following key organs:

NO.	DESIGNATION	NAME
1.	Secretary General	James Nage
2.	Executive Director	Philip Muchiri
3.	Chairperson	John Mwangi

**Key Political Party Information and Management Continued**

**(g) Fiduciary Management**

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

<b>NO.</b>	<b>DESIGNATION</b>	<b>NAME</b>
<b>1.</b>	Secretary General	<b>James Nage</b>
<b>2.</b>	Executive Director	<b>Philip Muchiri</b>
<b>3.</b>	Chairperson	<b>John Mwangi</b>
<b>4.</b>	National Treasurer	<b>Julie Kabogo</b>

**Fiduciary Oversight Arrangements**

Governing Body/NEC  
Registrar of Political Parties  
Finance committee  
Audit and Risk Committee  
Parliamentary Oversight Committees  
Other oversight arrangements

The National Management Committee reviewed quarterly financial statements before they were recommended to the National Executive Council for approval.

The Audit and Risk Management Committee of the **Party (CCK)** reviewed the reports from the Internal Audit Department. The National Executive Committee approved the Budget for FY2024/2025 and approved Quarterly Financial Statements before they were submitted to the Office of Registrar of Political Parties (ORPP) at the end of FY2024/2025.

The National Management Committee reviewed quarterly financial statements before they were recommended to the National Executive Council for approval.

Party Headquarters -  
P.O. Box 1838-00200  
Biashara Plaza Ruiru Town Nairobi

**Party Contacts**

Telephone: (254)721413547/0717996627  
E-mail: [info@kazinapesa.co.ke](mailto:info@kazinapesa.co.ke) Website: <https://kazinapesa.ke>  
Party Bankers  
Equity Bank, Community Corporate Ac  
P.O Box 47382- 00100 Upper Hill Nairobi, Kenya.

**Independent Auditor**

Auditor-General  
Office of the Auditor General Anniversary Towers, University Way

**ChamaChaKaziparty (CCK) AnnualReportandFinancialStatements For the Year Ended June 30, 2025**

P.O. Box 30084  
GPO 00100  
Nairobi, Kenya.





**Principal Legal Adviser**

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

**Party Legal Advisor**





Omenke Andeje & Co Advocates  
P. O. Box 29623-00100  
Nairobi, Kenya.

**3. The National Executive Committee**

Ref	NEC Members	Details
1.		<p><b>JAMES</b> <b>NAGE</b> <b>S.G.</b> <b>D.O.B-1983</b> <b>QUALIFICATION-BUSINESSMNAEMENT</b></p>
2.		<p><b>PHILIP</b> <b>MUCHIRI</b> <b>E.D.</b> <b>DOB – 1993</b> <b>QUALIFICATION–BCOM</b></p>
3.		<p><b>JOHN MWANGI</b> <b>CHAIRMAN</b> <b>DOB – 1975</b></p>
4.		<p><b>JULIEKABOGO</b> <b>DOB -1985</b> <b>TREASURER</b> <b>QUALIFICATION–BUSINESS GRADUATE</b></p>



**4. Key Management Team/Secretariat Team**

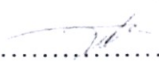
	<b>Management</b>	<b>Details</b>
1.		JAMESNAGE D.O.B-1983 QUALIFICATION-BUSINESS
2.		PHILIPMUCHIRI DOB – 1993 QUALIFICATION-BCOM
3.		<b>JOHN MWANGI</b>  DOB – 1975
3.		JULIEKABOGO DOB – 1985 QUALIFICATION-BUSINESS GRADUATE

**5. Chairman’s Statement**

I appreciate the provision of the political party fund in our constitution to enable political parties to develop good democracy, because good democracy leads to good economy, and bad democracy leads to bad economy. The PPF has been a key pillar to this realization.

The key challenges have been the late disbursement of Political Parties Funds and the perennial review and slashing of the budgetary allocation by the government, which has seen us receiving less than 50% of the gazette allocation. This is a major affront to the constitutional provision of the Political Parties Act which states that the Political Parties Funds shall be 0.3% of the national revenue.

In conclusion, I would like to appreciate all stakeholders including the Registrar of Political Parties and the government of Kenya as we look forward to them enforcing the full constitutional provision for the Political Parties Fund. And finally, I thank all the CCK officials who have relentlessly and tirelessly upheld the party vision, party mission and party goals.

  
.....

**Chairman**

## 6. Report of the Secretary General

I am pleased to present the annual report and financial statements of *Chama Cha Kazi Party (CCK)*

For the year ended 30 June 2025.

The party has continually focused on quality over side, research and community outreach activities in fulfillment of its Vision and Mission. The Party is on track in the implementation of its Strategic Plan. The Strategic Plan was reviewed during the year to align it to the national development priorities provided in the Vision 2030, Medium-Term Plan IV and the Bottom-Up Economic Transformation Agenda (BETA). This has enabled prioritization of activities that are critical to the growth of the Party.

The Party NEC is intent on promoting Partnerships, Collaborations and Linkages with its peer institutions and industry; such relationships are central in transforming the Party into a truly global institution. The financial year 2024/2025 marked the 3rd year of the implementation of the *Political Parties Act 2011*. The Act that Governs Political Parties.

This Act focuses on addressing matters of effectiveness of the party, transparency and disclosures, accountability, risk management, internal controls, ethical leadership and good corporate citizenship. The **Chama Cha Kazi Party (CCK) NEC** and Management is committed to the full implementation of the provisions of the *Act*, which takes cognizance of the importance of good governance and citizenship on the development of the Party and the Community it seeks to serve.

While the Party has made great strides in pursuit of its priorities, it continues to face challenges in terms of constrained financial resources as a result of limited Government funding. In response, the Party has maintained strict fiscal discipline in the management of the available resources to address the emerging budgetary dynamics. The Party has on-going development projects that require substantial financial input towards their completion. The Party needs these facilities to accomplish its goals and mandate.

Key among these facilities is the ownership of its own Head office and a Party vehicle.

**Chama Cha Kazi Party (CCK)** continues to build valued partnership in areas of research and collaboration with a number of institutions within the region and beyond. These institutions included NGOs both local and International, we extend our sincere gratitude. On behalf of the Party National Executive Council, I take this opportunity to thank the Government for the continued support.

I also wish to thank the Management and staff for their continued dedication and commitment. I wish to commend the members for their cooperation and understanding, which has contributed greatly to the stability and growth of the Party. Finally, I would like to take this opportunity to thank our stake holders for their continued support with the support of all stakeholders, we look forward to even greater achievements in the coming financial year.

It is my great pleasure to present the annual report and financial statements of Chama Cha Kazi Party (CCK) for the financial year 2024/2025. The Party is committed to its Vision and Mission as contained in its Strategic Plan.

**Party Financial Performance**

Chama Cha Kazi Party(CCK) realized total revenue of Kshs.6,322,213 in the FY 2024/2025. Total revenue realized in the FY2023/2024 was Kshs.3,340,398. The political parties Fund is the main source of income. Lastly, may I take this opportunity on behalf of the Party Management and Staff, to thank Government for the continued support. As we move forward, we continue to count on your support in our endeavor to uphold the **Chama Cha Kazi Party (CCK)** Vision as the Party of excellence in discovery and dissemination of political knowledge



.....  
**Secretary General**

**7. Statement of Performance against Predetermined Objectives for F/Y2024/2025**

Chama Cha Kazi Party has 2 main strategic pillars and objectives within the current Party Ideology and Strategic Plan for the FY 2024/2025. These strategic pillars/ themes/ issues are as follows:

Pillar1: Education, Pillar2: Governance

CCK develops its annual work plans based on the above 2 Pillars. Assessment of the party’s performance against its annual work plan is done on a quarterly basis. CCK achieved its performance targets set for the FY 2024/2025 period for its 2 strategic pillars, as indicated in the table below:

<b>Strategic Pillar/Theme/Issues</b>	<b>Objective</b>	<b>Key Performance Indicators</b>	<b>Activities</b>	<b>Achievements</b>
Pillar 1: Education	To foster the emergence of a relevant education system of knowledge dissemination at all levels based on truth principles and historical contexts of our African identity.	Curriculum Development Conferences and Training	Curriculum Development Conferences and trainings	We have developed a modernize curriculum.  Developed a Strategic plan for education
Pillar2: Governance	To share the CCK vision and focus to raise-up a sanctified nation to The Almighty One, in order to stop the cause of all plagues and pestilence that have befallen us	1. Restoring morals in leadership 2. People Centered Governance	Public forums, engagement  1. Press conferences and debates  2. Town hall engagements	1. Membership recruitment  2. Increased number of Aspirants  3. Shaping the Kenya’s Democratic landscape

## 8. Party Governance Statement Introduction

Chama Cha Kazi Party (CCK) is governed by the National Executive Council. The Parties Constitution gives the Party NEC the necessary powers to oversee the proper management of resources of the Party as per the Parties Constitution, the NEC shall have powers to:-

- a. Manage, supervise and administer the assets of the Party in such a manner as best promotes the purpose for which the Party is established;
- b. Determine the provisions to be made for capital and recurrent expenditure and for reserves of the Party;
- c. Receive any grants, donations or endowments on behalf of the Party and make legitimate disbursements there from;
- d. Enter into association, collaboration or linkages with other bodies or organizations within or outside Kenya as the Party may consider desirable or appropriate and in furtherance of the purpose for which the Party is established; and
- e. Open a banking account or accounts for the funds of the Party.

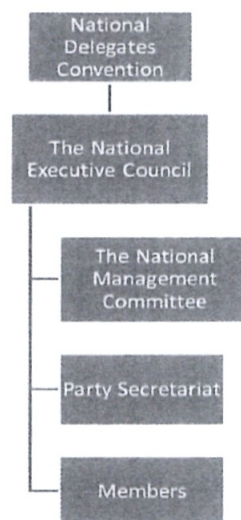
### Party Governance Principles

This is the third year of the implementation of *Political Parties Act 2011*. The Act stipulates how the Party is governed together with the party's constitution. The Party has adhered to its constitution and the Political Parties Act. The Party adhered to its constitution and the Political Parties Act 2011 to comply as below;

1. The composition and size of the NEC provided adversity of gender, competencies and skills required for the effective leadership of the Party
2. The NEC provided strategic direction to the Party, exercised control and remained accountable to the relevant shareholders

3. The Executive ensured that NEC members are inducted and that their skills and knowledge were continually developed to enhance effectiveness
4. The performance of the NEC, its committees and individual directors were evaluated.
5. The NEC ensured effective, accurate, timely and transparent disclosure of Pertinent information on the Party operations and performance.
6. The NE Censured timely preparation of accurate financial statements
7. The NEC ensured that effective processes and systems of risk management and internal controls are in place
8. The NEC ensured that the procurement process is cost effective and delivers value for money
9. The Party committed to operate ethically and promote corporate social responsibility and investments
10. The Party complied with the Constitution, all applicable laws and regulations and in line with accepted national and international standards, as well as, the internal policies of the Party.

The figure below indicates the Party structure;



**9. Management Discussion and Analysis**

As per the CCK vision, mission, goals and objectives, we've outlined various compliance requirements, financial obligations, economic reviews and future development and information pertaining to the CCK Strategic Plan.

## **10. Environmental and Sustainability Report for the Justice and Freedom Party of Kenya (2024-2025)**

### **Introduction**

The Chama Cha Kazi Party of Kenya is committed to promoting environmental sustainability as a key component of social justice. In 2024-2025, we have focused on raising awareness, fostering community-led solutions, and integrating sustainable practices into our policy frameworks.

### **Environmental Impact Assessment**

Through the **CCK Forum**, we have identified key environmental challenges such as waste management, climate change, and resource depletion. Our grassroots approach has engaged local communities in discussions and actions aimed at addressing these challenges through education and sustainable practices.

### **Sustainability Initiatives**

The **CCK Forum** continues to serve as a dynamic platform for civic education, empowering citizens to take action on environmental issues. Our forums emphasize practical solutions, such as sustainable farming. In 2024-2025, we reached over 10,000 individuals with educational resources focused on environmental stewardship.

### **Partnerships and Collaborations**

We maintain strategic partnerships with organizations like the **Westminster Foundation for Development (WFD)**, which has supported our efforts to address environmental and social inequalities. By leveraging existing infrastructure, we ensure that civic education on sustainability remains cost-effective and accessible across Kenya.

### **Conclusion**

The Chama Cha Kazi Party remains dedicated to environmental sustainability, recognizing its essential role in achieving broader social and economic justice. Through partnerships, education, and active community engagement, we continue to drive meaningful change for a sustainable future

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025**

in Kenya.

**11. Report of the National Executive Committee**

The National Executive Council hereby submits the FY2024/2025 report together with the financial statements for the year ended 30<sup>th</sup> June, 2025 which shows the state of affairs of **Chama Cha Kazi Party (CCK)**.

**Principal activities**

Principal activities of Chama Cha Kazi Party (CCK) are outlined in the Party Constitution and which are within the guidelines set out by the Political Parties Act, 2011

**Results**

The results of Chama Cha Kazi Party (CCK) for the year ended June 30,2025 are set out on pages 1 to 5.

**Council Members**

The members of the Governing body/NEC who served during the year are shown on page viii.

**Auditors**

The Auditor General is responsible for the statutory audit of Chama Cha Kazi Party (CCK) in accordance with the Political Parties Act, 2011 for the year ended 30th June 2025

**By order of National Executive Committee James Nage.**



Secretary General.....

## **12. Statement of the National Management Committees (NMC)**

### **Responsibilities**

Section 31 of the Political Parties Act Cap 7D requires the NEC to prepare financial statements in respect of that Party, which give a true and fair view of the state of affairs of the Party at the end of the financial year and the operating results of the Party for that year. The NEC is also required to ensure that the Party keeps proper accounting records which disclose with reasonable accuracy the Party's financial position. NEC is also responsible for safeguarding the assets of the Party.

The NEC is responsible for the preparation and presentation of the Party's financial statements, which give a true and fair view of the state of affairs of the Party for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Party; (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 Party; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

The NEC accepts responsibility for the Party's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and the Political Parties Act. The NEC is of the opinion that the Party's financial statements give a true and fair view of the state of the Party's transactions during the financial year ended June 30, 2025, and of the Party's financial position as at that date. The NEC further confirms the completeness of the accounting records maintained for the Party, which have been relied upon in the preparation of the Party's financial statements, as well as the adequacy of the systems of internal financial control. In preparing the financial statements, the NEC assessed the Party's ability to continue as a going concern. Nothing has come to the attention of the Directors to indicate that the *party* will not remain a going concern for at least the next twelve months from the date of this statement.

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025**


**Approval of the financial statements**

The Party's financial statements were approved by the Board on 07/11/ 2025 and signed on its behalf by:



.....

Secretary General



.....

Chairperson

# REPUBLIC OF KENYA

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E-mail: 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 CHAMA CHA KAZI PARTY FOR THE YEAR ENDED 30 JUNE, 2025

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### PREAMBLE

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

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

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of Chama Cha Kazi Party set out on pages 1 to 20, 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 the statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Chama Cha Kazi Party as at 30 June, 2025, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Political Parties Act, 2011 (Revised 2022) and the Public Finance Management Act, 2012.

### **Basis for Opinion**

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

### **Key Audit Matters**

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

### **Other Matter**

### **Unresolved Prior Year Matters**

In the prior year's audit report, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during the audit of the Party in the financial year 2024/2025 revealed that the following eight (8) issues remained unresolved:

<b>No.</b>	<b>Financial Year</b>	<b>Audit Issue</b>
1	2023/2024	Inaccuracies in the Financial Statements
2	2023/2024	Unsupported Cash and Cash Equivalents
3	2023/2024	Unsupported Motor Vehicles
4	2023/2024	Lack of a Procurement Plan and a Strategic Plan
5	2023/2024	Failure to Establish Party Offices in at Least 24 Counties
6	2023/2024	Lack of an Internal Audit Function
7	2023/2024	Lack of a Risk Management and Disaster Recovery Plan
8	2023/2024	Incomplete Fixed Assets Register

## **Other Information**

The Management is responsible for the Other Information set out on pages iii to xxii which comprise of Key Political Party Information and Management, The National Executive Committee, Key Management/Secretariat Team, Chairman's Statement, Report of the Secretary General, Statement of Performance Against Predetermined Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the National Executive Committee and the Statement of National Management Committees Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Presentation and Disclosures in the Financial Statements**

Review of the financial statements submitted for audit revealed that, the Management Discussion and Analysis does not provide a trend analysis for the last three to five years on key metrics, such as membership, annual budget, disbursement from the Political Party's Fund, members' subscriptions, donations, number of elected representatives and party branch offices.

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

#### **2. Non-Compliance with the Law on Establishment of Party Offices**

During the year under review, the Party operated only one (1) Office located in Nairobi. Although the Party provided a list of branch offices in twenty-four (24) Counties, no supporting documentary evidence was submitted to verify their existence. As a result, the

audit could not verify that the Party maintained branch offices in at least twenty-four (24) Counties. This was contrary to Section 7(2)(f)(iii) of the Political Parties Act, 2011, which states that a provisionally registered political party shall be qualified to be fully registered if it has submitted to the Registrar the location and addresses of the branch offices of the political party, which shall be in more than half of the Counties.

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

### **3. Non-Compliance with Climate Change Regulations**

Review of documents provided for audit revealed that the Party had not designated a department/unit or staff training during the year under review. Further, Climate Change activities were not included in the budget for the financial year 2024/2025. This was contrary to Section 15(2)(a) of the Climate Change Act, 2016, which states that each State Department and National Government public entity shall designate a unit with adequate staff and financial resources and appoint a senior officer as head of the unit to coordinate the mainstreaming of the Climate Change action plan and other statutory Climate Change statutory functions and into sectoral strategies.

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

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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on the Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

#### **1. Lack of an Internal Audit Function**

Review of the internal controls and governance structures revealed that, the Party had not established an Internal Audit Function. This was contrary to Section 73(3)(b) of the Public Finance Management Act, 2012, which requires every National Government entity to establish appropriate arrangements for conducting internal audits in accordance with the guidelines issued by the Public Sector Accounting Standards Board.

In the circumstances, the effectiveness of the Party's internal controls and risk management could not be confirmed.

## **2. Lack of a Risk Management and Disaster Recovery Plan**

During the financial year under review, the Party did not have a Risk Management Strategy in place, leading to lack of approved processes and guidelines for mitigating operational, legal and financial risks. As a result, Management did not conduct formal risk assessments for key financial areas such as cash, revenue and expenditure. Further, the Party did not have a Disaster Recovery Plan or a Business Continuity Plan and therefore, crucial information may not be recoverable in the event of a disaster. This was contrary to Regulation 165(1)(a) and (b) of the Public Finance Management (National Government) Regulations, 2015, which requires the Accounting Officer to ensure that every National Government entity develops risk management strategies, which include fraud prevention mechanisms and a system of risk management and internal controls that build robust business operations.

In the circumstances, Management may not be able to identify key risks, estimate the likelihood of occurrence and implement appropriate control measures.

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

### **Responsibilities of Management and the those Charged with Governance**

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

In preparing the financial statements, the Management is responsible for assessing the Party'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.

Those charged with governance are responsible for overseeing the Party'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**

**10 December, 2025**

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025**

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

	Notes	2024/2025	Restated 2023/2024
		Kshs	Kshs
<b>Revenue</b>			
Political Parties Fund	6	6,322,213	3,340,398
<b>Total revenue</b>		<b>6,322,213</b>	<b>3,340,398</b>
<b>Expenses</b>			
Administrative Expenses	7	1,448,545	670,220
Party Promotion & Advocacy	8	4,870,455	2,675,162
Depreciation	9	499,040	499,040
Finance Cost	10	690	920
<b>Total expenses</b>		<b>6,818,730</b>	<b>3,845,342</b>
Surplus/(deficit)for the year		<b>(496,517)</b>	<b>(504,944)</b>

The notes set out on pages 6 to 18 form an integral part of these Financial Statements.  
The Financial Statements set out on pages 1 to 5 were signed on behalf of the NEC by:

.....  


**Secretary General**

.....  


**Chairperson**

.....  


**Executive Director**

**15. Statement of Financial Position as at 30 June, 2025**

	Notes	2024/2025	Restated 2023/2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash equivalents	11	5,557	3,034
<b>Total Current Assets</b>		<b>5,557</b>	<b>3,034</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	12	196,998	696,038
<b>Total Non-Current Assets</b>		<b>196,998</b>	<b>696,038</b>
<b>Total Assets</b>		<b>202,555</b>	<b>699,072</b>
<b>Liabilities</b>		-	-
<b>Net Assets</b>			
Retained Earnings		760,713	758,190
Capital Fund		(558,158)	(59,118)
<b>Net Assets</b>		<b>202,555</b>	<b>699,072</b>
<b>Total Net Assets and Liabilities</b>		<b>202,555</b>	<b>699,072</b>


The financial statements set out on pages 1 to 5 were signed on behalf of the NEC by:

.....  


**Secretary General**

.....  


**Chairperson**

.....  


**Executive Director**

**16. Statement of Changes in Net Assets for the year ended 30 June, 2025.**

	Retained earnings	Capital/ Development Grants/Fund	Total
	Kshs.	Kshs.	Kshs.
As at July 1, 2023	191,659	1,229,725	1,421,384
Transfer of depreciation from capital fund to retained earnings	499,390	(499,390)	-
Surplus/deficit for the year	67,141	-	67,141
Prior Year Adjustments	-	(789,453)	(789,453)
<b>As at June 30, 2024</b>	<b>758,190</b>	<b>(59,118)</b>	<b>699,072</b>
As at July 1, 2024	758,190	(59,118)	699,072
Transfer of depreciation from capital fund to retained earnings	499,390	(499,390)	-
Surplus/Deficit for the year	(496,517)	-	(496,517)
<b>As at June 30, 2025</b>	<b>760,713</b>	<b>(558,158)</b>	<b>202,555</b>

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

		2024/2025	Restated 2023/2024
	Notes	Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Revenue</b>			
Political Parties Fund	6	6,322,213	3,340,398
<b>Total revenue</b>		<b>6,322,213</b>	<b>3,340,398</b>
<b>Expenses</b>			
Administrative Expenses	7	1,448,545	670,220
Party Promotion & Advocacy	8	4,870,455	2,675,162
Finance Cost	10	690	920
<b>Total payments</b>		<b>6,319,690</b>	<b>3,346,302</b>
<b>Net cash flows from/(used in) operating activities</b>		<b>2,523</b>	<b>(5,904)</b>
<b>Net cash flows from/(used in) financing activities</b>		<b>-</b>	<b>-</b>
<b>Net cash flows from/(used in) investing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash &amp; Cash equivalents</b>		<b>2,523</b>	<b>(5,904)</b>
Cash and cash equivalents at 1 July		3,034	8,938
<b>Cash and cash equivalents at 30 June 2025</b>		<b>5,557</b>	<b>3,034</b>

*Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025*

**18. Statement of comparison of budget and actual amounts for the year ended 30 June 2025.**

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	A	B	C= (a+b)	D	e=(c-d)	f=d/c* 100
<b>Carry over from prior year</b>				<b>3,034</b>		
Revenue	6,322,213		6,322,213	6,322,213	63,065	100%
<b>Total Income</b>	<b>6,322,213</b>	-	<b>6,322,213</b>	<b>6,325,247</b>	<b>63,065</b>	100%
<b>Expenses</b>						
Administrative Expenses	1,751,039	(300,000)	1,451,039	1,448,545	29,780	100%
Party Promotions and Advocacy	4,570,424	300,000	4,870,424	4,870,455	129,545	100%
Finance Cost	750	-	750	690	60	92%
<b>Total Expenditure</b>	<b>6,322,213</b>	-	<b>6,322,213</b>	<b>6,319,690</b>	<b>159,385</b>	100%
<b>Surplus for the period</b>	-	-	-	<b>5,557</b>	<b>(96,320)</b>	

**19. Notes to the Financial Statements for the year ended 30 June 2025**

**1. General Information**

Chama Cha Kazi Party (CCK) is established by and derives its authority and accountability from Political Parties Act 2011. The Entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The Entity's principal activity is to bring people together to achieve the control of the government, develop policies favorable to their interest or group that support it, and organize & persuade voters to elect their candidate to the office.

**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 *Chama Cha Kazi* 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 and presented in Kenya Shillings, which is the functional and reporting currency of the *Chama Cha Kazi*. The financial statements have been prepared in accordance with the PFM Act 2012 and Regulations 2015, the, Public Procurement and Asset Disposal Act 2015 and Regulations 2020, Political Parties Act 2011, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

Notes to the Financial Statements (Continued)

Standard	Effective date and impact:
<p>IPSAS 41: Financial Instruments</p>	<p>Applicable: 1<sup>st</sup> January 2023:</p> <p>The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an Entity's future cash flows.</p> <p>IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p> <ul style="list-style-type: none"> <li>• Applying a single classification and measurement model for financial assets that considers the characteristics of the asset's cash flows and the objective for which the asset is held;</li> <li>• Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and</li> <li>• Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an Entity's risk management strategies and the accounting treatment for instruments held as part of the risk management strategy.</li> </ul>
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1<sup>st</sup> January 2023</p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p>

Standard	Effective date and impact:
	<p>(a) The nature of such social benefits provided by the Entity.</p> <p>(b) The key features of the operation of those social benefit schemes; and</p> <p>(c) The impact of such social benefits provided on the Entity's financial performance, financial position and cash flows.</p>
<p>Amendments to Other IPSAS Resulting from IPSAS 41, Financial Instruments</p>	<p>Applicable: 1st January 2023:</p> <p>a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued.</p> <p>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</p> <p>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued.</p> <p>d) Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p>
<p>Other improvements to IPSAS</p>	<p>Applicable 1<sup>st</sup> January 2023</p> <ul style="list-style-type: none"> <li>• <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i> Amendments to refer to the latest System of National Accounts (SNA 2008).</li> <li>• <i>IPSAS 39: Employee Benefits.</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS.</li> <li>• <i>IPSAS 29: Financial instruments: Recognition and Measurement.</i> Standard no longer included in the 2023 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1<sup>st</sup> January 2023.</li> </ul>

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

Standard	Effective date and impact:
IPSAS43	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of an Entity.</p> <p>The new standard requires entities to recognize, measure and present information on right of use assets and lease liabilities.</p>
IPSAS44: Non-Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>

Notes to the financial statements (continued)

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 *cck* 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 over the useful life of the assets that has been acquired using such funds.

Budget information

CCKs budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on 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.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

**a) 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.

**b) 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.

**c) Provisions**

Provisions are recognized when the CCK 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 CCK 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.

**d) Related Parties**

CCK 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 CCK or vice versa. Members of key management are regarded as related parties and comprise *the directors, the CEO and senior managers*.

**e) 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 insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

**f) Comparative figures**

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

**g) 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.

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025**

**6. Political Parties Fund**

Description	2024/2025	Restated 2023/2024
	KShs	KShs
Transfer from Registrar of political parties	885,278	647,824
Transfer from Registrar of political parties	1,580,553	1,632,564
Transfer from Registrar of political parties	1,580,553	1,060,010
Transfer from Registrar of political parties	1,580,554	-
Transfer from Registrar of political parties	695,275	-
<b>Totals</b>	<b>6,322,213</b>	<b>3,340,398</b>

**7. Administrative Expenses**

Description	2024/2025	2023/2024
	Kshs	Kshs
Rent	480,000	360,000
Printing & stationery	59,000	37,000
Transport & travelling	50,400	17,800
Airtime/internet	80,000	60,000
NEC Meetings	608,115	120,000
Office utilities (electricity & water)	71,550	43,220
Promotional Materials	49,480	10,200
Hire of tents	50,000	22,000
<b>Totals</b>	<b>1,448,545</b>	<b>670,220</b>

**8. Party promotions & Advocacy**

Description	2024/2025	Restated 2023/2024
	Kshs	Kshs
Promoting representations of SIGs	1,137,545	1,167,444
Civic Education & Trainings	1,986,758	1,251,334
Broadcasting policies & Branding	1,746,152	256,384
<b>Totals</b>	<b>4,870,455</b>	<b>2,675,162</b>

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025**

9. Depreciation Expense

Description	2024/2025	Restated 2023/2024
	Kshs	Kshs
Property, plant and equipment	499,040	499,040
Total depreciation and amortization	<b>499,040</b>	<b>499,040</b>

10. Finance Cost

Description	2024/2025	2023/2024
	Kshs	Kshs
Bank Transaction Costs	690	920
Totals	<b>690</b>	<b>920</b>

11. Cash and Cash Equivalents

Description	2024/2025	Restated 2023/2024
	Kshs	Kshs
Current Account ( Savings Account)	5,557	3,034
Total Cash and Cash Equivalents	<b>5,557</b>	<b>3,034</b>

Detailed Analysis of the Cash and Cash Equivalents

Financial Institution	Account number	2024/2025	Restated 2023/2024
		Kshs	Kshs
a) Current Account			
Equity Bank	0180***738247	5,557	3,034
Cash at hand		-	-
Grand Total		<b>5,557</b>	<b>3,034</b>

12. Property, Plant and Equipment

	Furniture & Fittings	Computers & EDP Equipment	Motor vehicles	Total
Cost	12.5%	33.3%	25%	
	Kshs	Kshs	Kshs	Kshs
<b>As at 30th June 2023</b>	<b>93,117</b>	<b>1,050,000</b>	<b>551,000</b>	<b>1,694,117</b>
As at 1 July 2023	93,117	1,050,000	551,000	1,694,117
Additions	-	-	-	-
Disposals	-	-	-	-
<b>As at 30th June (2024)</b>	<b>93,117</b>	<b>1,050,000</b>	<b>551,000</b>	<b>1,694,117</b>
As at 1 July 2024	93,117	1,050,000	551,000	1,694,117
Additions	-	-	-	-
<b>As at 30th June 2025</b>	<b>93,117</b>	<b>1,050,000</b>	<b>551,000</b>	<b>1,694,117</b>
<b>Depreciation And Impairment</b>				-
At 1 July 2023	(11,640)	(349,650)	(137,750)	(499,040)
Charge for the year	(11,640)	(349,650)	(137,750)	(499,040)
At 1 July 2024	(23,279)	(699,300)	(275,500)	(998,079)
Charge for the year	(11,640)	(349,650)	(137,750)	(499,040)
<b>As At 30 June (2025)</b>	<b>(34,919)</b>	<b>(1,048,950)</b>	<b>(413,250)</b>	<b>(1,497,119)</b>
<b>Net Book Values</b>				-
<b>As at 30 June (2024)</b>	<b>69,838</b>	<b>350,700</b>	<b>275,500</b>	<b>696,038</b>
<b>As at 30 June (2025)</b>	<b>58,198</b>	<b>1,050</b>	<b>137,750</b>	<b>196,998</b>

Depreciation Method-Straight Line

Method Depreciation Rates-

Motor

vehicles - 25% Furniture & Fittings 12.5% Computers

-33.3%

12 (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:

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Motor Vehicles, Including Motorcycles	551,000	413,250	137,750
Computers And Related Equipment	1,050,000	1,048,950	1,050
Office Equipment, Furniture, And Fittings	93,117	34,919	58,198
<b>Total</b>	<b>1,694,117</b>	<b>1,497,119</b>	<b>196,998</b>

13. Restatement (Prior Year) Adjustments

The prior year adjustments relate to post audit adjustments for the Financial Period 2023/2024 and in compliance with IPSAS 3 sub section 46-54. The adjustments were;

a. Restatement in the Audited Statement of Financial Performance

	As Previously Reported 2023/2024	Prior Year Adjustments	Restated 2023/2024
	Kshs	Kshs	Kshs
<b>Revenue</b>			
Political Parties Fund (i)	3,577,852	(237,454)	3,340,398
<b>Total revenue</b>	<b>3,577,852</b>	<b>(237,454)</b>	<b>3,340,398</b>
<b>Expenses</b>			
Administrative Expenses	670,220	-	670,220
Party Promotion & Advocacy (ii)	2,340,180	334,982	2,675,162
Depreciation(iii)	499,390	(350)	499,040
Finance Cost	920	-	920
<b>Total expenses</b>	<b>3,510,710</b>	<b>334,632</b>	<b>3,845,342</b>

**Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025**

b. Restatement in the Audited Statement of Financial Position

	As Previously Reported 2023/2024	Prior Year Adjustments	Restated 2023/2024
	Kshs	Kshs	Kshs
<b>Assets</b>			
Cash and Cash equivalents (iv)	758,190	(755,156)	3,034
Property, Plant and Equipment (v)	730,335	(34,297)	696,038
<b>Total Assets</b>	<b>1,488,525</b>	<b>(789,453)</b>	<b>699,072</b>
<b>Net Assets</b>			
Retained Earnings	758,190	-	758,190
Capital Fund (v)	730,335	(789,453)	(59,118)
<b>Net Assets</b>	<b>1,488,525</b>	<b>(789,453)</b>	<b>699,072</b>

i. Relates to adjustments on Transfer from Registrar of political parties on errors in recognition of revenue

Description	As Previously Reported 2023/2024	Prior Year Adjustments	Restated 2023/2024
	Kshs	Kshs	Kshs
Transfer from Registrar of political parties	885,278	(237,454)	647,824
<b>Totals</b>	<b>885,278</b>	<b>(237,454)</b>	<b>647,824</b>

- ii. Relates to party promotion expenses that were omitted for the restatement period after refinement of the financial statements.
- iii. Relates to depreciation expenses that on completion of refinements of items recorded in the property, plant and equipment schedule.
- iv. Relates to the net impact on cash and cash equivalent on completion of refinements of items of expenditure and the actual cash outflow recorded.
- v. Relates to the net impact on property, plant and equipment on completion of refinements of items recorded in the property, plant and equipment schedule.
- vi. Relates to effect on net assets of adjustments recorded to cash and cash equivalent and property, plant and equipment on completion of refinement of items of expenditure and property, plant and equipment.

## 20. Appendices

### Appendix I: Implementation Status of Auditor-General's Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/GJL/AUD/7/1/CCK/23-24(29)	Inaccuracies in the Financial Statements	The financial statements have since been amended to reflect the correct figures	Resolved	6/1/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Unsupported Cash and Cash Equivalents	Cash and cash equivalents have since been well supported	Resolved	6/1/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Unsupported Motor Vehicles	The issue has since been addressed	Resolved	6/1/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Unresolved Prior Year Matters	The issues have since been addressed	Resolved	6/1/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Lack of Procurement Plan and Strategic Plan	Procurement plan has been provided	Resolved	6/1/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Failure to Establish Party Offices in at Least 24 Counties	The issue is still pending	Ongoing	30/6/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Lack of Internal Audit Function	Audit function has since been established.	Resolved	6/1/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Lack of a Risk Management and Disaster Recovery Plan	Risk management policy has since been established	Resolved	6/1/2025
OAG/GJL/AUD/7/1/CCK/23-24(29)	Incomplete Fixed Assets Register	The Asset register has been updated to capture all the necessary information	Resolved	6/1/2025

*Chama Cha Kazi party (CCK) Annual Report and Financial Statements For the Year Ended June 30, 2025*

**Guidance Notes:**

- (i) Use the same reference numbers as contained in the external audit report.
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that Management signs;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your CCK Party responsible for the implementation of each issue.
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to the National Treasury.



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Secretary General  
Date: 07/11/2025