

REPUBLIC OF KENYA



REPUBLIC OF KENYA



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 21 APR 2026	DAY: TUESDAY
TABLED BY:	HON. SILYANUS OSORDI MP (MAJORITY PARTY WHIP)
CLERK-AT-THE-TABLE:	(INZOMI MWACE)

REPORT

OF

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND - LOIMA
CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2025



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

LOIMA CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025

Transitional International Public Sector Accounting Standards (IPSAS) Financial Statements

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

Table of Contents

Page

1. Acronyms and Definition of Key Terms	ii
2. Key Constituency Information and Management.....	iii
3. NGCDF Committee	vii
5. Statement Of Performance Against Predetermined Objectives for FY2024/25.....	xviii
6. Governance Statement.....	xxi
7. Management Discussion and Analysis	xxv
8. Environmental and Sustainability Reporting	xxviii
9. Statement Of Management Responsibilities	xxxiii
10. Report Of the Independent Auditor on the NGCDF- LOIMA Constituency.....	xxxv
11. Statement of Financial Performance for the Year Ended 30th June 2025	1
12. Statement Of Financial Position As At 30th June, 2025.....	2
13. Statement of Changes in Net Assets for the year ended 30 June 2024	4
14. Statement Of Cash Flows for The Year Ended 30th June 2025	5
15. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025	7
16. Budget Execution by Sectors And Projects For The Year Ended 30 th June 2025.....	10
17. Notes to the Financial Statements.....	49
18. Annexes.....	93

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 realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;
- i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;
- j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;
- k) Create a harmonious relationship between citizens and the national government and its officers in local development;
- l) Provide a platform for citizens' participation in service delivery;

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

- 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

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

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 LOIMA 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	Bethwel Lokatoi
2.	National Sub-County Accountant	Kennedy Alubi
3.	Chairman NGCDFC	Naomi Aregae Esekoni
4.	Member NGCDFC	Hellen Ikol
5.	Member NG CDFC	Philip Inyenfu

(c) Fiduciary Oversight Arrangements

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

(d) NGCDF LOIMA Constituency Headquarters

P.O. Box 193-30500

Lorugum, Kenya.

(e) NGCDF LOIMA Constituency Contacts

Telephone: (254) 794 789163

E-mail: cdfloima@ngcdf.go.ke

Website: www.go.ke

(f) NGCDF Loima Constituency Bankers

1. Operation account

Equity Bank, Lodwar Loima NGCDF,

Account No. 0990261717473

2. Deposit account

NG-CDF LOIMA-Deposit Account

Account no.0990285409158

3. Project Management Accounts

Equity bank ltd,

Lodwar branch

(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

Name	Details
 NAOMI AREGAE ESEKON -NG-CDFC CHAIR	Date of Birth: 06/5/1987 Academic Qualification: diploma in social work Professional Qualification: NITA ACREDITED IN BUILDING AND CONSTRUCTION Work Experience: Served as human resource with practical exposure to administration and management tasks with over 25 years of experience working with diverse community service and support organizations. Through these engagements, he has contributed significantly to grassroots development initiatives, demonstrating a strong commitment to social welfare, capacity building, and inclusive growth. His hands-on involvement in various projects reflects his dedication to service, leadership, and the ability to work collaboratively for positive community impact. Current Role: Joined the Loima NG-CDF Committee in 2024 as a Female Youth Representative Representative and currently serves as the NG-CDFC Chairman.
 John Kwalang: MALE ADULT	Date of Birth: 24/03/1994 Academic Qualification: Kenya Certificate of Secondary Education (KCSE) – Form Four B.A (Anthropology), Certified M&E Work Experience: Actively engaged in community development initiatives, with experience in mobilizing local groups, participating in welfare

<i>REPRESENTATIVE.</i>	programs, and supporting activities that promote education, youth empowerment, and social inclusion. She is passionate about community service and is dedicated to fostering positive change at the grassroots level. Current Role: Joined the LOIMA NG-CDF Committee in 2022 as the Male Adult Representative.
Phillip Ekaale Inyefu -MALE YOUTH REPRESENTATIVE.	Date of Birth: 01/01/1996 ID No.: 29876666 Academic & Professional Qualifications: Diploma in Animal Health and Production. Work Experience: Skilled in livestock management, animal health, and production practices, with hands-on experience in animal disease control, farm operations, and extension services. He has been actively involved in promoting modern farming techniques, improving livestock productivity, and supporting farmers through advisory and community outreach programs. His expertise contributes to sustainable agricultural development and enhanced food security within the community. Current Role: Joined the LOIMA NG-CDF Committee in 2022 as the Male Youth Representative.

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

 Maria Akipetot Lotiyan -FEMALE ADULT REPRESENT	Date of Birth: 1973 Academic Qualification: College Training in Early Childhood Development (ECD) Work Experience: An experienced professional in early childhood education with extensive knowledge in child development, classroom management, and learner-centered teaching methodologies. She has dedicated her career to nurturing young learners, fostering their cognitive, emotional, and social growth. With a strong background in community-based education initiatives, she actively contributes to promoting access to quality early childhood education and empowering parents and caregivers to support holistic child development. Current Role: Joined the LOIMA NG-CDF Committee in 2022 as the Female adult Representative.
 James Kalotum –CO-OPTED	Date of Birth: 26/02/1996 Academic Qualification: Kenya Certificate of Secondary Education (KCSE) – Form Four Work Experience: Actively involved in women community initiatives, with experience in supporting programs that promote gender equality, skill-building, leadership development, and economic empowerment for women. She has demonstrated strong commitment to advancing inclusive opportunities and driving positive change within the constituency. Current Role: Joined the LOIMA NG-CDF Committee in 2022 as the CO-OPTED Representative.

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

 Hellen lokol -FEMALE ADULT	ID No.: 27016646 Date of Birth: 26/08/1994 Academic & Professional Qualification: Diploma in Information Technology Work Experience: Skilled in IT systems, software applications, and user support, with hands-on experience in ICT operations and administration. Beyond her professional expertise, she is a passionate advocate for women's empowerment, driving inclusion initiatives, skills training, and leadership development programs that inspire positive change within the community. Current Role: Joined the LOIMA NG-CDF Committee in 2022 as the Female adult Representative.
JOHN EGIALAN LOBUR -PWD REPRESENTATIVE 	Date of Birth: 20/05/1984 Academic Qualification: Kenya Certificate of Secondary Education (KCSE) – Form Four Degree in Biblical studies and Community Development Work Experience: 12 years of experience in mentorship and empowerment of the Turkana West PWD Group. He is a dedicated PWD representative and advocate, championing disability rights through community sensitization, awareness creation, and empowerment programs. By combining extensive grassroots experience with strategic advocacy, he effectively bridges community needs with systemic change, fostering a more inclusive and barrier-free society. Current Role: Joined the LOIMA NG-CDF Committee in 2024 as the PWD representative.
	Date of Birth: 10/6/1970

IJAICA PATRICK -DCC 	Academic Qualification: M.A Political Science, Diploma in Human Resource Management Professional Qualifications: Strategic Leadership Development Programme (SLDP), Senior Management Course (SMC), Diploma in Public Administration, and Certificate in Accredited Mediation Work Experience: A seasoned public administrator with extensive experience in governance, leadership, conflict resolution, and public service management. She has played a key role in coordinating government functions, implementing national policies, and promoting community development initiatives. Her background in leadership and mediation underscores her ability to foster collaboration, resolve disputes, and drive effective service delivery.
BETHWEL LOKATOI-FUND ACCOUNT MANAGER 	12-01-1990 1. Bachelor in Business Information Technology-Systems Engineering, 2. MBA (Finance & Accounting Option) 3. Certified Public & Chartered Accountant, 4. Bachelor of Laws-Ongoing Over 10 years experience in financial management, funds & grants management, procurement, Audit management, budget preparation and management, Human resources management, business growth and development management, field finance reporting, Systems and controls, Entrepreneurship, SMEs, financial accounting

4. NG-CDFC Chairman's Report



NAOMI ESEKON EREGAE
NG-CDFC Chairman

The LOIMA NG-CDF Committee is committed to administering projects in compliance with legal frameworks, regulations, and guidelines set by the NG-CDF Board.

During the 2024/2025 financial year, the committee prioritized projects through public engagement. The office religiously adheres to its core values and we are ensuring prudent project management aimed at fostering community ownership and sustainability.

Projects were identified and executed with a strong emphasis on public participation, aligning with the constituency's vision and mission.

This approach not only enhanced transparency but also ensured that initiatives met the needs of the community. Key focus areas included:

- **Educational and Security Infrastructure:** Initiatives such as the "Model Schools" program and the "Stars Scholarship Programme" were launched to improve learning environments and

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

support students. Construction of chiefs and assistant chiefs' office ensures efficient service delivery by the security personnel.

- **Efficient Fund Utilization:** The committee maintained a disciplined approach to financial management, ensuring value for money and accountability.
The committee's financial performance for the year reflects its commitment to prudent management

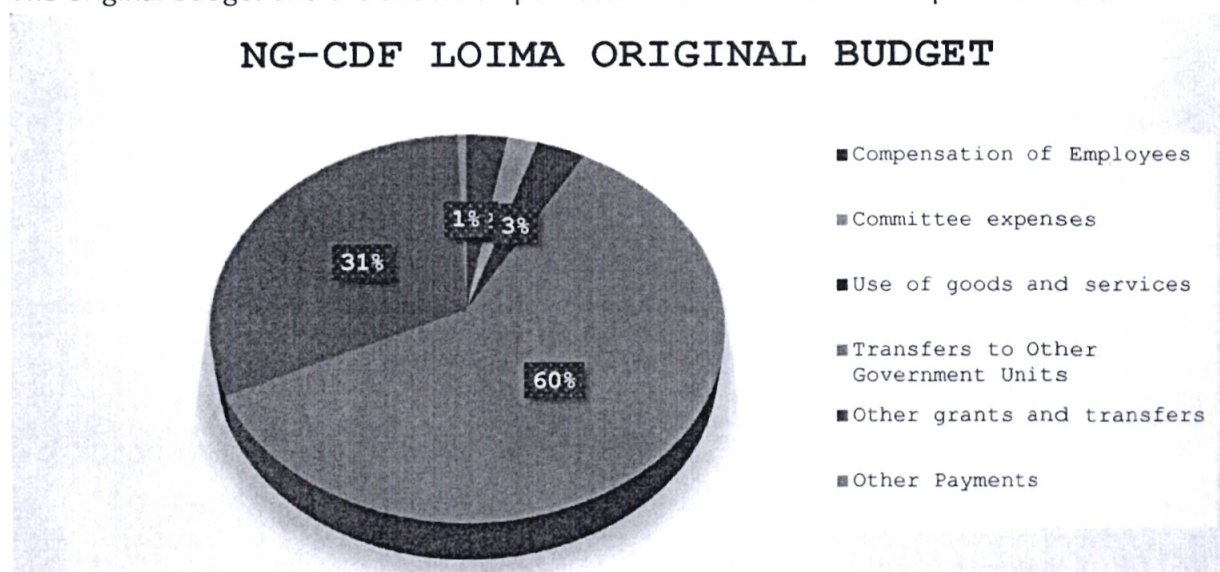
The NG-CDF Board disbursed Ksh. 194,272,783.00 (76%) of the allocated funds for the 2024/2025 financial year. Despite the partial disbursement, the committee utilized 82% of its annual budget (Ksh. 209,601,356.00), demonstrating effective resource management.

Timely disbursement of funds would have enabled the committee to achieve 100% utilization, further accelerating project completion. The committee advocates for timely disbursements to optimize project implementation and shall continue to expand partnerships with stakeholders to enhance service delivery.

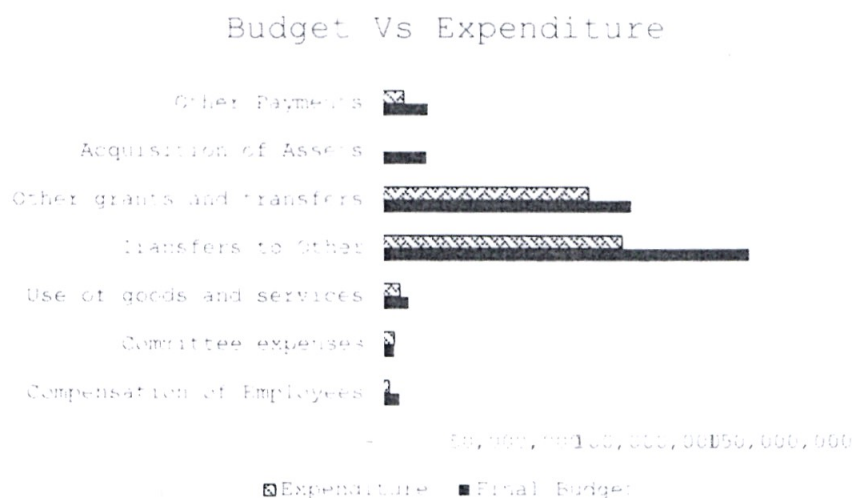
The LOIMA NG-CDF Committee remains dedicated to improving service delivery and stakeholder satisfaction. By strengthening financial systems and upholding transparency, the committee aims to maximize the impact of its projects in alignment with the constituency's development goals.

The LOIMA NG-CDF Committee appreciates the support of the NG-CDF Board, community members, and other stakeholders. With a focus on accountability and stewardship, the committee is poised to drive transformative development in the constituency.

The original budget and the allocation per sector is as indicated on the pie chart below



The actual expenditure during the financial year is as shown below against the Budget:



Key Achievements for the LOIMA NG-CDF

i) Refurbishment of schools

In line with the constituency's strategic plan and through collaborative engagement with all stakeholders, we have successfully transformed primary education by fully refurbishing schools in each ward, giving it a modern facelift and a hallmark of excellence. During the 2024/2025 financial year we rehabilitated primary schools, setting a new standard for quality learning environments. This initiative not only enhances learning and teaching environment. We remain committed to expanding this program to uplift all schools within the constituency and foster a brighter future for our children.

ii) Science Laboratories Projects in Secondary Schools

The construction of science laboratories has created a conducive environment for practical lessons, enabling students to engage in hands-on experiments and apply scientific concepts in real world contexts. These well-equipped facilities enhance learning by fostering cognitive understanding, technical skills, and a deeper appreciation for science, ultimately supporting students' academic growth and inspiring future innovators. This initiative underscores our commitment to quality education and equipping learners with the tools they need to excel in STEM fields.

iii) Scholarship Program and NG-CDF Bursary Support

To promote academic excellence and equity, our constituency annually sponsors bright but needy students from each of the locations, selected through a rigorous vetting process by the Constituency Education Committee. The NG-CDF bursary program has played a pivotal role

in retaining learners from low-income families, significantly reducing school dropouts and fostering inclusive access to quality education.

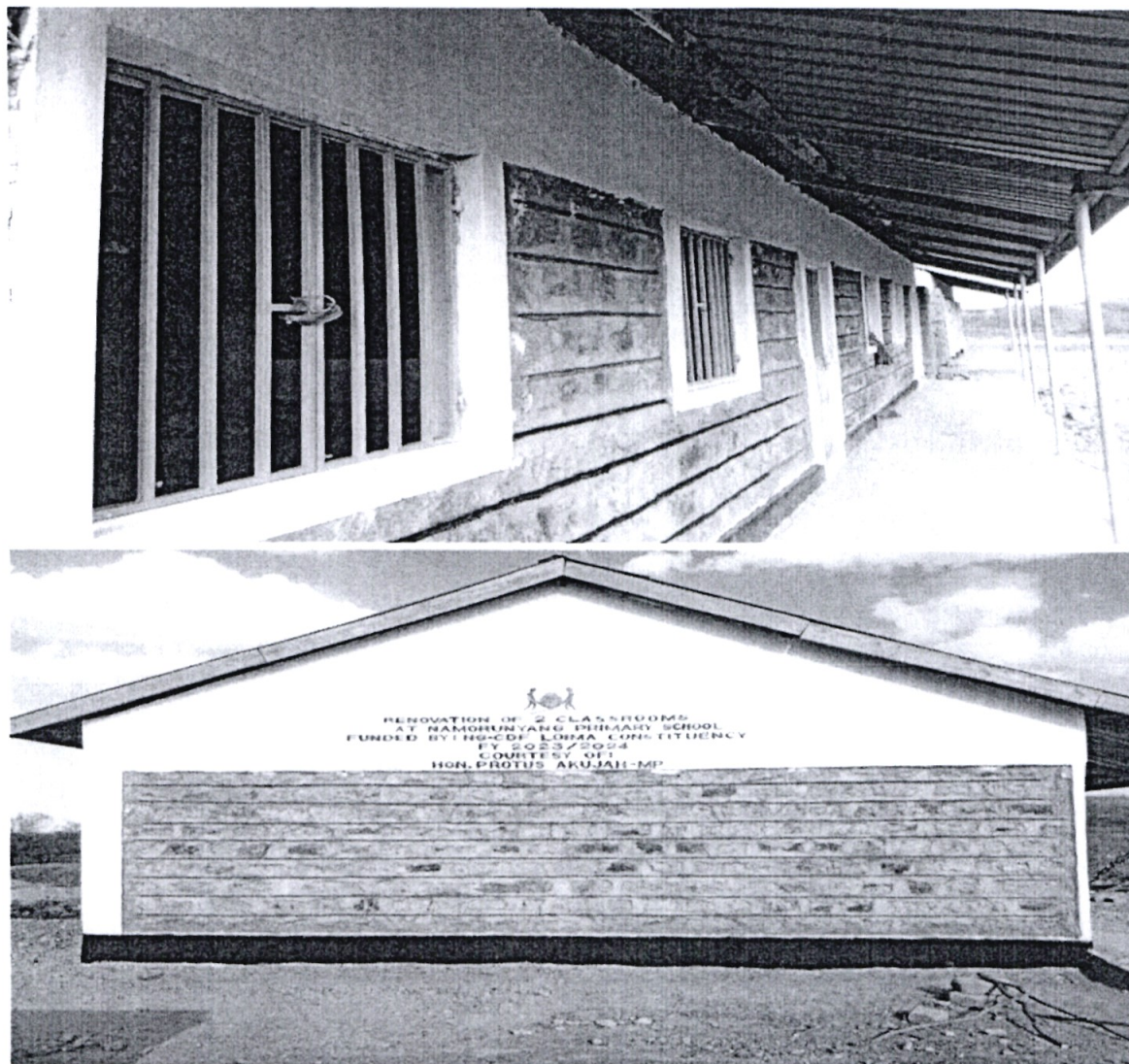
iii) Security Projects

To strengthen community safety and administrative efficiency, our constituency has invested in the **construction and refurbishment of chiefs' and assistant chiefs' offices**, providing a **conducive working environment** for security personnel. These upgraded facilities have enabled **faster response times** to emergencies, improved coordination with local law enforcement, and enhanced service delivery to residents. We ensure they can perform their duties effectively, fostering **security, order, and public trust** across the constituency.

PHOTOS



NAMORUNYANG PRIMARY SCHOOL – 2 CLASSROOMS RENOVATION



Emerging Issues and Challenges

- Overreliance on NG-CDF funds by the community and inadequate knowledge on projects fundable by the county government and the youth's participation in development initiatives was minimal in projects that do not award cash benefits to them.
- Restrictive nature of projects fundable under the NG-CDF functions and wished that the Act should be reviewed to enable funding of projects falling under sectors like the roads, health and agricultural sectors as before, since NG-CDF is the most immediate public fund under the mandate of the public in terms of projects identification

- The NG-CDF has emerged as the lifeline for rural development in our constituency, funding critical projects in education, infrastructure, and security that would otherwise remain neglected. However, the current limited allocation severely constrains our ability to meet pressing community needs in a timely manner, leaving many transformative initiatives delayed and local aspirations unfulfilled despite demonstrated success in project implementation and accountability.
- Delayed disbursement of project funds leads to proposed projects not being implemented within the financial year, hence delays which in turn lead to rise in project costs and other unforeseen occurrences

Way Forward

- The NG-CDF Board should disburse funds within the respective financial year in order to enable implementation of proposed development initiatives in time
- Given the demonstrated success of NG-CDF initiatives in education, security, and infrastructure development, we urgently appeal for an increased budgetary allocation to scale these programs and launch new high-impact project
- The Members of County Assembly should take note of the proposed projects falling in their jurisdiction and champion for their funding.
- The county government should also hold public forums in order to educate the public on the mandates of the county government and the youths are encouraged to take lead in development initiatives and front for also projects that benefit them too

NAOMI ESEKON EREGAE
Chairman NGCDF Committee

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

Introduction

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

The key development objectives of the *LOIMA NG-CDFC 2022-2027* plan are to:

1. **Expand access to education** by providing bursaries and scholarships to needy students and supporting the construction, renovation, and equipping of school infrastructure.
2. **Promote security and public service delivery** through the construction and equipping of police posts, chiefs' offices, and other administrative facilities.
3. **Support community empowerment and social development** through youth, women, and vulnerable group initiatives, including sports, cultural programs, and talent development.
4. **Facilitate timely response to emergencies** by allocating resources for urgent and unforeseen constituency needs, including natural disasters and community emergencies.
5. **Promote transparency, accountability, and inclusivity** in project identification, prioritization, and implementation through public participation forums and stakeholder consultations.

Progress on the attainment of Strategic development objectives

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

sector	Objective	Outcome	Indicator	Performance
Education	<i>To have all children of school going age attending school</i>	<i>Increased enrolment in primary schools and improved transition to secondary schools and</i>	<i>number of usable physical infrastructure build in primary, secondary, and tertiary</i>	In FY 24/25-we increased number of classrooms in Primary Schools by 30 classrooms, 1dormitories, 7laboratories and Pit Latrines by an extra

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

		<i>tertiary institutions</i>	<i>institutions number of bursary's beneficiaries at all levels</i>	12 in the various schools/institutions - Bursary beneficiaries were approximately 7220 :3500 tertiary beneficiaries,3,600 secondary beneficiaries and 120 pwds.
Security	To have a safe and secure environment for business, learning and where the residents go about their lives without fearing for their lives and property.	-Decrease in the number of insecurity related incidents. -Improved security and a more secure business environment	-Numbers of usable physical infrastructure build in Police stations. Chief's offices, DCI and county Commissioners security facilities. -	In FY 24/25 We renovated the DCC offices, in various security installations/locations in the constituency.
Environment	To have a well Conserved and Conducive environment, this ensures a safe and habitable planet for the current and future generations.	Increased tree cover and sustainable waste management and disposal practices contributing to mitigation of negative effects of climate change.	Number of tree seedlings planted in public land. -sustainable environmental management activities.	In FY 24/25-we increased number of trees planted where hundreds of tree seedlings were purchased, distributed and planted in 10 Schools , 15 primary schools and 5 secondary school:
Emergency	To be able to urgently address Unforeseen	Immediate restoration of daily activities at	Numbers of usable physical infrastructure build and other	In FY 24/25 -we constructed Pit latrine blocks and re-roofing of classrooms

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

	occurrences in the constituency.	minimum disruption of daily life occasioned by unforeseen Occurrences.	emergency related activities addressed.	in various schools When the schools were facing immediate closure by the county department of health.
--	----------------------------------	--	---	---

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) Three men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
 - c) Three women nominated in accordance with subsection (3) one of Whom shall be a youth at the date of appointment;
 - d) One person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
 - e) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - f) 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 persons appointed were drawn from different groupings as follows:

No.	Name of NGCDFC Members	Category	Designation
1.	Naomi Esekou	Male Adult Representative	Chairman
2.	James kalotum	Female Adult Representative	Secretary
3.	Bethwel Lokatoi	Ex Officio	Fund Account Manager
4.	Justice Magangi	DCC	Member
5.	Philip Inyefu	Male Adult Representative	Member
6.	John Egialan	Female Adult Representative	Member
7.	Maria Akipetot	Male Youth Representative	Member

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

No.	Name of NGCDFC Members	Category	Designation
8.	Lokol Hellen	Female Youth Representative	Member
9.	Ekulan John Kwalang	Physical Impairment	Member
10.	Elice Edung Ejore	Co-opted Member	Member

Roles and Functions of the NG-CDFC

The NG-CDFC plays a central role in the planning, implementation, and oversight of NG-CDF activities within Loima Constituency. Its functions include:

- Identifying and prioritizing projects in line with constituency needs and the NG-CDF Act.
- Ensuring effective and timely implementation of approved projects.
- Supervising the bursary allocation process to ensure fairness and inclusivity.
- Monitoring and evaluating the progress of ongoing projects.
- Promoting accountability and transparency in the use of public resources.
- Advising the Fund Account Manager on constituency development matters.

Gazettement, Induction, and Training

Section 43(8) states that the tenure of office of 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 in the Act or as may be approved by the Board. The current Members of the The LOIMA NG-CDFC were officially gazetted by the NG-CDF Board on 21st May, 2025. Following their appointment, all Members underwent induction and training facilitated by the NG-CDF Board. The training covered areas such as project management, public finance management, ethical conduct, conflict of interest, and community engagement.

b. NG-CDFC Tenure

Section 43(8) states that the tenure of office of 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 in the Act or as may be approved by the Board.

The current NGCDFC members were gazetted through a gazette notice Vol.CXXVII-No 98 dated 21st May, 2025 and the tenure of the committee is for a period of two years

c. Removal of NG-CDFC Members

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.

A member of the Constituency Committee may be removed from office on any one or more of the following grounds

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

- (a) Lack of integrity
- (b) Gross misconduct
- (c) Embezzlement of public funds
- (d) Bringing the committee into disrepute through unbecoming personal public conduct
- (e) Promoting unethical practices
- (f) Causing disharmony within the committee

Physical or mental infirmity

Meetings of the NG-CDFC

During the Financial Year 2024/2025, the Committee convened twelve (24) meetings to deliberate on constituency development matters. These meetings focused on project approvals, monitoring progress, bursary allocations, and addressing emerging issues.

No	Name of Committ ee Member	Meetings Held															
		12.7.24	31.7.24	16.8.24	2.9.24	11.10.24	4.11.24	13.12.24	6.1.25	31.1.25	14.2.25	7.3.25	3.4.25	24.4.25	23.5.25	6.6.25	20.6.25
1.	Naomi Esekun	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
2.	James kalotum	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
3.	Bethwel Lokatoi	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
4.	Justice Magangi	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
5.	Philip Inyefu	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
6.	John Egialan	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
7.	Maria Akipetot	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
8.	Lokol Hellen	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
9.	Ekulan John Kwalang	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
10.	Elice Edung Ejore	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√

Remuneration Rates

Members of the NGCDF Committee receive compensation in accordance with the directives established by both the NGCDF board and the Salaries and Remuneration Commission (SRC). Presently, committee members are eligible to receiving a sitting allowance of Kshs. 5000 per session while the chairperson is entitled to Kshs. 7000 per session

Disclose the Policy on Conflict of Interest

The LOIMA NG-CDFC members disclose any conflict of interest in any activity being carried out. The disclosure process is intended to help the work force be transparent and accountable for (explain or justify) their actions and decisions.

The office has carried out awareness of the circumstances in which conflicts can arise and built capacities on how to prevent conflict of interest through training on effective procedures to resolve conflict-of-interest situations

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.

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.

7. Management Discussion and Analysis

Operational and Financial Performance (Past Five Years)

Over the past five financial years, LOIMA Constituency NG-CDF has steadily implemented its mandate in bursary disbursement, project construction, and emergency interventions. The Fund has consistently allocated resources in line with the NG-CDF Act, with education support and infrastructure development taking priority.

Table 1: Summary of Financial Performance (FY 2019/20 – 2023/24)

Financial Year	Total Allocation (Ksh)	Disbursement (Ksh)	Percentage Utilization
2024/2025	170,469,856.74	170,469,856.74	82%
2023/2024	166,593,720.00	166,593,720.00	100%
2022/2023	138,215,033.00	138,215,033.00	100%
2021/2022	137,088,879.00	137,088,879.00	100%
2020/2021	137,088,879.31	137,088,879.31	100%
2019/2020	137,367,724.14	137,367,724.14	100%

Key Projects Implemented / Ongoing

- Education: Construction and renovation of classrooms, laboratories, and libraries; bursary disbursement to needy students at all levels.
- Security & Administration: Construction of police posts and chiefs' offices to improve security and service delivery.
- Emergency Projects: Timely interventions for unforeseen needs, including natural disasters and urgent community priorities.

KALODEKE PRIMARY SCHOOL – 2 CLASSROOMS





Compliance with Statutory Requirements

The Fund has complied with the Public Finance Management Act, 2012, the NG-CDF Act, 2015, and guidelines issued by the NG-CDF Board. Statutory obligations including tax remittances and audit requirements have been observed. No material arrears were recorded during the period under review.

Major Risks and Mitigation

- Delayed disbursements – mitigated through prioritization of critical projects.
- Inflationary pressures on construction costs – addressed by revising budgets and strict contract management.
- Compliance risks – minimized through regular staff training and adherence to procurement and ethics laws.
- Community disputes in project prioritization – mitigated through structured public participation forums.

Table 2: Summary of Key Risks and Mitigation Measures

Risk	Mitigation Strategy
Delayed disbursements	Project prioritization, phased implementation
Rising construction costs	Budget adjustments, close contract oversight
Compliance gaps	Regular training, audits, monitoring
Community disputes	Public participation, stakeholder dialogue

Review of the Economy

The national economy continues to face inflationary pressures, fluctuating exchange rates, and high unemployment. These factors have increased construction costs and demand for bursary support. Despite these challenges, NG-CDF remains a critical enabler of social and economic development at the constituency level.

Review of the Sector

Within the education sector, The LOIMA NG-CDF has supported learning through bursaries and infrastructure. In security and administration, the Fund has enhanced service delivery by investing in government facilities. Community empowerment projects have strengthened social cohesion, while emergency interventions have built resilience in times of crisis.

Future Developments

The Constituency intends to:

- Scale up investment in education through bursary digitization and improved infrastructure.
- Expand security projects to underserved wards.
- Strengthen stakeholder participation in project identification and monitoring.
- Institutionalize risk management and succession planning within NG-CDFC operations.

Conclusion

The NG-CDF LOIMA Constituency continues to uphold accountability, inclusivity, and transparency in fulfilling its mandate. Despite economic and operational challenges, the Fund has delivered tangible results that have improved livelihoods and strengthened service delivery in the constituency.



.....

Fund Account Manager.

8. Environmental and Sustainability Reporting

LOIMA NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

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

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

2. Environmental performance

Environment Policy and Action Plan

Protection of the environment in which we live and operate is part of Loima NG-CDF initiatives

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

Our Environmental Policy

LOIMA NG-CDF commits to:

- Comply with all relevant environmental legislation, regulations and approved codes of practice
- Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water
- Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources
- Managing and disposing of all wastage in a responsible manner;
- Providing training for our CDFC and staff so that we all work in accordance with this and within an environmentally aware culture
- Regularly communicating our environmental performance to our employees and other significant stakeholders
- Developing our management processes to ensure that environmental factors are considered during planning and implementation
- Monitoring and continuously improving our environmental performance.
- Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

Our Environmental Action Plan

LOIMA NG-CDF has identified four areas in which we as an office have direct or indirect environmental impact, and where we can implement initiatives to manage and reduce these impacts.

These five areas together with our approach and targets for each are shown below:

Impact Area	Approach
Capacity Building	• Promote environmental awareness by sensitizing the LOIMA NG-CDFC, NG-CDFC staff and PMCs annually on good conservation practices • Encourage, through regular communication to LOIMA NG-

Impact Area	Approach
	CDFC, staff , and other stakeholders changes in individual behaviour to reduce usage
Conservation of Energy and Resources	• Maximize use of available technologies to remove the need to use paper • Encourage our clients to engage with us using electronic means where possible • Maximize on rain water harvesting • Make energy efficiency a key factor in the selection of any new energy devise being purchased • Invest in available energy saving technologies and devices within our existing premises
Environmental Protection and Conservation	• Promote rain water harvesting done by installation of water tanks by allocating funds to schools annually • Encourage tree planting in the constituency to improve the forest cover by allocating funds to schools annually • Promote purchase and installation of fire extinguishers to aid in extinguishing and controlling fires
Pollution Control and Waste Management	• Ensure that all paper waste is recycled • Ensure segregation of waste • Ensure proper human waste disposal

3. Employee welfare

We invest in providing the best working environment for our employees. LOIMA 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. LOIMA constituency invests in capacity-building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross-cutting issues.

The committee has a safety policy in compliance with the Occupational Safety and Health Act of 2007 (OSHA) and has ensured the work environment is conducive to everybody's movement and accessibility within the office, including PWDs. The Constituency has also

put in place disaster-mitigating measures, including fire extinguishers and accessible escape routes in case of emergency.

4. Marketplace practices-

LOIMA Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

LOIMA 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

LOIMA 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 NG CDF Board in accordance with the Act.

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

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

Public Awareness

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

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



.....

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-LOIMA 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-LOIMA 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- LOIMA 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 LOIMA 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

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

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- LOIMA Constituency financial statements were approved and signed by the Accounting Officer on _____ 2025.



.....
Name:

Chairman – NGCDF Committee



.....
Name:

Fund Account Manager

REPUBLIC OF KENYA



Telephone: +254-(20) 3214000
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 NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - LOIMA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying Transitional International Public Sector Accounting Standards (IPSAS) financial statements of National Government Constituencies

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

Development Fund - Loima Constituency set out on pages 1 to 104, 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Loima Constituency as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in Other Government Units Expenditure

The statement of financial performance reflects other Government units expenditure amount of Kshs.36,911,265 as disclosed in Note 13 to the financial statements. However, the supporting schedules and payment vouchers reflected an amount of Kshs.98,065,255 resulting in an unexplained variance of Kshs.61,153,990.

In the circumstances, the accuracy of Other Government Units expenditure amount of Kshs.36,911,265 could not be confirmed.

2. Unsupported Transfers to Other Government Entities

The statement of financial performance reflects transfers to other Government entities amount of Ksh.36,911,265 as disclosed in Note 13 to the financial statements. However, the transfers were not supported with detailed analyzed schedules and documentation to justify the basis, authorization or purpose of the transfers.

In the circumstances, the accuracy and completeness of other Government entities amount of Kshs.36,911,265 could not be confirmed.

3. Unsupported Adjustments in the Statement of Changes in Net Assets

The statement of changes in net assets reflects an adjustment by recognizing assets balance of Kshs.42,228,929 affecting the opening balance of Kshs.15,328,573 leading to a closing balance of Kshs.57,557,502. However, the adjustment was not supported by

any documentation including reconciliation schedules, approval memos or valuation reports.

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

4. Unsupported Cash and Cash Equivalents Balances

Included in the statement of financial position is cash and cash equivalents balance of Kshs.83,691,383 as disclosed in Note 19 to the financial statements. The balance includes deposit account and Project Management Committee accounts with balances of Kshs.899,050 and Kshs.66,107,904 respectively whose bank reconciliation statements were not provided for audit review.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.83,691,383 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final income budget and actual amounts of Kshs.228,027,359 and Kshs.213,557,502 respectively. This reflects an underfunding of Kshs.14,469,857 or 6% of the budget. Similarly, the statement indicates that the Fund had a final expenditure budget of Kshs.228,027,359 out of which a total of Kshs.129,866,119 was spent resulting in overall under absorption of Kshs.98,161,240 or 43% of the budget.

The underfunding and underutilization of the budget 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 transitional IPSAS financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

The Management is responsible for the Other Information set out on page iii to xxxiv which comprise of Key Entity Information and Management, NG-CDF Committee, Statement of Performance Against Predetermined Objectives, Governance Statement Foreword by the Fund Account Manager, Management Discussion and Analysis, Environment and Sustainability Reporting, Statement of National Government Constituencies Development Fund Loima Constituency Responsibilities, The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Failure to Implement Climate Change Projects

Review of the Fund's strategic plan for 2022-2027 revealed that the Fund aimed to adopt and promote climate change mitigation measures which included planting of trees in public schools. However, no climate change mitigation activities were undertaken during the year under review. This was contrary to Section 18 of the Climate Change Act No.11 of 2016 and the Kenya's National Adaptation Plan 2015-2030 aimed at enhancing climate resilience towards attaining vision 2030 and beyond.

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

2. Irregular Issuance of Bursary

Review of documents revealed that the Fund disbursed a total of Kshs.38,553,659 on bursaries to secondary schools and Kshs.32,390,533 to tertiary institutions. However, the bursary vetting committee did not provide documentary evidence of the criteria used to select the beneficiaries. The minutes of the vetting meetings and list of beneficiaries were not provided for audit. This was contrary to Regulation 21 (3) of the National Government Constituency Development Fund Regulations, 2016, which provides that a constituency committee shall vet all persons proposed to receive support in accordance with guidelines issued by the Board.

In the circumstances, it was not possible to confirm whether bursaries were allocated to the most deserving beneficiaries.

3. Non-Remittance of Public Procurement Capacity Building Levy

Review of documents revealed that Management did not deduct and remit the public procurement capacity building levy. This was contrary to Paragraph 3(1) of Legal Notice 206 of the 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 0.03% of the value of the signed contract, exclusive of applicable taxes.

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

4. Undisclosed Tax Arrears

Review of records from Kenya Revenue Authority revealed that the Fund had outstanding tax arrears owed to the Authority of Kshs.2,739,874. However, the tax liability was not disclosed in the financial statements which is contrary to Regulation 23(2a) of the Public Finance Management (National Government) Regulations, 2015 which states that an Accounting Officer shall comply with any tax, levy, duty, pension, commitments and audit commitments as may be provided for by legislation.

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

5. Lack of Project Implementation Status (PIS)

During the year under review the Fund Management was allocated a total budget of Kshs.170,469,857 in which a total of Kshs.114,598,538 was spent on projects. However, the Fund Management did not provide Project Implementation Status (PIS) report for audit review.

In the circumstances, it was not possible to confirm the existence and status of projects whether completed, ongoing or stalled.

6. Poor Implementation of Projects

Physical verification of projects implemented during the year was carried out on 15 November, 2025 and the following unsatisfactory matters were observed:

NO.	Project	Details	Observations
1	Kalotutantyang Primary School at Kshs.3,000,000	Construction of two classrooms and supply of fifty desks	Complete but not in use and only 20 desks supplied against the contracted 50 desks.
2	Nasiger Primary School at Kshs.2,970,963	Construction of dormitory for sixty students and 25 double decker beds	Complete and in use but only 16 double decker beds supplied instead of the contracted 25 double decker beds.
4	Nakitoekirion Primary School at Kshs.650,000	Construction of four door pit latrines with urinal area and chamber for persons with disabilities	Only two door pit latrines were constructed instead of four and no urinals.
5	Nadapal Girls at Kshs.5,950,000	Construction of administration office block	Incomplete at approximately 70% complete with no ceiling board and wiring had not been done
6	Nadapal Girls at Kshs.3,614,690	Hydrological survey and drilling, equipping including solar system and fencing of water tank tower	9 solar panels each with 340watts (total 3060watts) was supplied instead of 20 panels of 200 watts (total 4000watts) Fencing of the water tower tank works for Kshs.80,000 was not done
7	Natirae Primary school at Kshs.3,000,000	Construction of two class rooms and supply of 50 desks	Complete but roofing was done using 30-gauge iron sheets instead of 28 gauge indicated in the bill of quantities.
8	Tiya Primary School at Kshs.510,000	Construction of four door pit latrine with urinal area with chamber for people with disabilities	Only 2 door pit latrine was constructed instead of four and no urinal area with chambers for persons with disabilities

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of the Management and those Charged with Governance

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

In preparing the transitional IPSAS financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to sustainability of services 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 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, SBS
AUDITOR-GENERAL

Nairobi

16 December, 2025

National Government Constituencies Development Fund (NGCDF)
LOIMA 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	Period ended june
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	170,469,857
Grants/donations from other entities	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	-
Total revenue		170,469,857
Expenses		
Employee costs	10	5,023,795
Committee expenses	11	4,237,629
Use of Goods and Services	12	6,905,207
Other Government Units Certified Works	13	36,911,265
Other Grants and Transfers Actual expenditure	14	77,687,273
Depreciation and amortization expense	15	-
Digital Hubs Actual expenditure	16	-
Total expenses		130,765,169
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		39,704,688

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

Chairman NG-CDF
Committee
Name: NAOMI ESEKON

National Sub-County
Accountant
Name: KENNEDY ALUBI
ICPAK M/No:

Fund Account Manager
Name: BETHWEL LOKATOI

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

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

	Not e	Period as at 3 rd June 2025	Opening Statement 1 st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	83,691,383.03	19,284,718.88
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	14,469,856.75	38,272,783.01
Prepayments	22	-	-
Total Current Assets		98,161,239.78	57,557,501.89
Non-Current Assets			
Property, Plant and Equipment	23	-	-
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		-	-
Total Assets (A)		98,161,239.78	57,557,501.89
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third-Party Deposits	27	-	-
Lease Liabilities	28	-	-
Gratuity provision	29	899,050.00	-
Total Current Liabilities		899,050.00	-
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		899,050.00	-
Net Assets (A-B)		97,262,189.78	57,557,501.89

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

Represented by:			
Revaluation Reserves		97,262,189.78	57,557,501.89
Accumulated Surplus			
Total Net Assets		97,262,189.78	57,557,501.89

The Constituency financial statements set out on pages 1 to 8 approved by NG CDFC on _____ 2025 and signed by:



Chairman NG-CDF
 Committee
 Name: NAOMI ESEKONI



National Sub-County
 Accountant
 Name: KENNEDY ALUBI
 ICPAK M/No:



Fund Account Manager
 Name: BETHWEL LOKATOI

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

13. Statement of Changes in Net Assets for the year ended 30 June 2024

Description	Reserves	Accumulated surplus/Deficit	Total
	Kshs	Kshs	Kshs
As at 30 th June 2024 (cash basis)	15,328,573	-	15,328,573
Adjustments: (to recognize assets and liabilities)			
Add Assets	42,228,929		42,228,929
Less Liabilities	-		-
As at July 1, 2024	57,557,502		57,557,502
Surplus/(Deficit) For the Period	39,704,688		39,704,688
Revaluation Gain/Loss	-	-	-
As at 30 th June (current year)	97,262,190	-	97,262,190

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

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

	Notes	<i>Period ended june</i>
		Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		194,272,783
Grants/donations from other entities		-
Finance income		-
Miscellaneous income		-
Total Receipts		194,272,783
Payments		
Employee costs		4,124,745
Committee expenses		4,237,629
Use of Goods and Services		6,905,207
Other Government Units Certified Works		36,911,265
Other Grants and Transfers		77,687,273
Digital Hubs Expenses		-
Total Payments		129,866,119
Net Cash Flows from/ (used in) Operating Activities	30	64,406,664
Cash flows From Investing Activities		
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		-
Net increase/(decrease) in cash & Cash equivalents		64,406,664
Cash Flows from Financing Activities		
Lease payment		-
Net Cash Flows from Financing Activities		64,406,664
Cash and cash equivalents at Period Start	17	19,284,719
Cash and cash equivalents at Period End	17	83,691,383

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

(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)
LOIMA Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		C=(a+b)	d	e=(c-d)	f=d/c*100
	2024/2025	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024/2025	2024/2025		
Revenue							
Transfers From the NGCDF Board	170,469,857	19,284,719	38,272,783	228,027,359	213,557,502	14,469,857	94%
Grants/donations from other entities	-	-	-	-	-	-	
Finance							

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

income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	-	-	
Totals	170,469,857	19,284,719	38,272,783	228,027,359	213,557,502	14,469,857	94%
Expenses							
Employee costs	4,409,886	890,100	-	5,299,986	4,124,745	1,175,241	78%
Committee expenses	4,237,629	-	-	4,237,629	4,237,629	-	100%
Use of Goods and Services	5,852,492	2,040,560	-	7,893,052	6,905,207	987,845	87%
Other Government Units Certified Works	71,250,000	4,396,359	37,600,180	113,246,539	36,911,265	76,335,274	33%
Other Grants and Transfers	77,969,850	9,106,054	672,603	87,748,507	77,687,273	10,061,234	89%
Digital Hubs Expenses	6,750,000	93,640	-	6,843,640	-	6,843,640	0%
Acquisition of assets	-	2,758,007	-	2,758,007	-	2,758,007	0%
Funds Pending Approval**	-	-	-	-	-	-	
Total							57%

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

Expenditure	170,469,857	19,284,719	38,272,783	228,027,359	129,866,119	98,161,240	
Surplus for the period	(0)	(0)	0	(1)	83,691,383		

***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.

The under utilization in Other Government Units Certified Works, other grants and use of goods id due to delay of disbursement of funds.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	98,161,240
Less undisbursed funds receivable from the Board as at period 30th, 2025	14,469,857
Cash and Cash Equivalents at the end of the 30 th June 2025	83,691,384

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:

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

		
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: BETHWEL LOKATOI	Name: KENNEDY ALUBI ICPAK M/No:	Name: NAOMI ESEKON

16. Budget Execution by Sectors And Projects For The Year Ended 30th June 2025

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administratio n and Recurrent						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.1 Compensatio n of employees	4,409,886.00	890,100		5,299,986	4,124,745	1,175,241
1.2 Committee allowances	1,741,629.00			1,741,629	1,741,629	-
1.3 Use of goods and services	3,848,487.00	1,158,760		5,007,247	4,901,202.14	106,045
Sub-total	10,000,002	2,048,860	-	12,048,862	10,767,576	1,281,286
2.0 Monitoring and evaluation						-

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
2.1 Capacity building	528,800			528,800	528,800	-
2.2 Committee allowances	2,496,000			2,496,000	2,496,000	-
2.3 Use of goods and services	1,475,205			1,475,205	1,475,205	-
Sub-total	4,500,005	-	-	4,500,005	4,500,005	-
4.0 Emergency						-
unutilized	8,972,098			8,972,098	3,993,681	4,978,417
Sub-total	8,972,098	-	-	8,972,098	3,993,681	4,978,417

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
5.0 Bursary and Social Security						-
5.1 Primary Schools				-		-
5.2 Secondary Schools	38,000,000	6,715,376	672,603	45,387,979	38,553,659	6,834,320
5.3 Tertiary Institutions	30,000,000	2,390,533		32,390,533	32,390,533	-
5.4 special needs				-		-
5.5 Education Support Programmes				-		-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
5.6 Social Security				-		-
Sub-total	68,000,000	9,105,909	672,603	77,778,512	70,944,192	6,834,320
7.0 Environment				-		-
David Lee Secondary School	142,536			142,536		142,536
Loima Deputy County Commissioners Office	142,536			142,536		142,536
Loimil Girls Secondary	142,536			142,536		142,536

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
School						
Nakamane Primary School	142,536			142,536		142,536
Namoruputh Primary School	142,536			142,536		142,536
Napeililim Secondary School	142,536			142,536		142,536
St.Bakhita Girls Secondary School	142,536			142,536		142,536
				-		-

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	997,752	-	-	997,752	-	997,752
8.0 Primary Schools Projects						-
Alablab Primary School	700,000.00			700,000		700,000
Kabulokor Primary School	2,400,000.00			2,400,000		2,400,000
Kachaimeri Primary School	1,300,000.00			1,300,000		1,300,000
Kachaimeri Primary	2,000,000.00			2,000,000		2,000,000

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

Programme/s sub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
School						
Kaidir Primary School	1,750,000.00			1,750,000		1,750,000
Kaloboi Primary School	3,000,000.00			3,000,000		3,000,000
Kalomegur Primary School	3,000,000.00			3,000,000	-	3,000,000
Katukuri Primary School	3,000,000.00			3,000,000		3,000,000
Kochuch Primary School	3,000,000.00			3,000,000		3,000,000

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

Programme/S sub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kolioro Primary School	3,000,000.00			3,000,000		3,000,000
Konyipad Primary School	3,000,000.00			3,000,000		3,000,000
Lochor Edome Primary School	1,750,000.00			1,750,000		1,750,000
Lolemgete Primary School	1,500,000.00			1,500,000		1,500,000
Lopur Primary School	1,750,000.00			1,750,000		1,750,000

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Loroo Primary School	3,000,000.00			3,000,000		3,000,000
Lorugum Primary School	3,000,000.00			3,000,000		3,000,000
Moruese Primary School	3,000,000.00			3,000,000	-	3,000,000
Nadapal Primary School	2,350,000.00			2,350,000		2,350,000
Nakurio Primary School	3,000,000.00			3,000,000		3,000,000
Nakwapua						

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Primary School	3,000,000.00			3,000,000		3,000,000
Nakwatiir Primary School	1,750,000.00			1,750,000	-	1,750,000
Nameyana Primary School	3,000,000.00			3,000,000		3,000,000
Namoru Primary School	1,300,000.00			1,300,000		1,300,000
Naparkakon o Primary School	1,750,000.00			1,750,000		1,750,000
Naremit Primary	2,450,000.00			2,450,000		2,450,000

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
School						
Nayanae- Ebur Mixed Primary School	1,750,000.00			1,750,000	-	1,750,000
Agc Nakutan Primary School		728		728		728
Atalokamusio Primary School		8,822		8,822		8,822
Kaakim Kraal Emergency		7,881		7,881		7,881
Kabulokor Primary School		60		60		60

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kaekoroe- Akwan Primary School		14,284		14,284		14,284
Kaitese Primary School		492		492		492
Kakalel Primary School		32,512		32,512		32,512
KAKPRIKAM AR PRIMARY			3,000,000	3,000,000	2,979,602	20,399
KALELEKOL PRIMARY			3,000,000	3,000,000	2,980,032	19,969
Kalemunyang Primary		61,380		61,380		61,380

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
School						
KALODEKE PRIARY			3,000,000	3,000,000	2,980,047	19,954
KALOKUTA NYANG			3,000,000	3,000,000	2,980,132	19,869
Kalomegur Primary School		9,120		9,120		9,120
KALONGOL OMOE	1,750,000.00			1,750,000	1,738,456	11,544
Kangalita Primary School		67,008		67,008		67,008
Kangataruk Primary School		7,910		7,910		7,910

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kangole Primary School		100,800		100,800		100,800
Katukury Primary School		18,200		18,200		18,200
Kawou-Etom Security Road		2,200		2,200		2,200
Kodopa Primary School		241		241		241
Kolelewi Primary School		155,679		155,679		155,679
Koloboi Primary		4,670		4,670		4,670

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
School						
Konyipad Primary School		130		130		130
Koono Primary School		35,992		35,992		35,992
Kospir Primary School		180		180		180
Kotaruk Primary School		36,172		36,172		36,172
KOTELA PRIMARY			1,620,000	1,620,000	1,609,319	10,681
KOTELA						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
PRIMARY			1,533,037	1,533,037	1,522,931	10,106
Kotela Primary School		47,114		47,114		47,114
Lobei Primary School		82,386		82,386		82,386
Locherelim Primary School		3,800		3,800		3,800
Lochor Ekuyen Primary School		8,660		8,660		8,660
Lochor- Edome		2,503		2,503		2,503

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Primary School						
Loima Cdf Emergency		1,380		1,380		1,380
Lokatul Primary School		67,220		67,220		67,220
Lokipetot-Arengan Primary School		135,080		135,080		135,080
Lokiriama Primary School		45,919		45,919		45,919
Lokopu Primary		50,660		50,660		50,660

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
School						
Lokoyo Primary School		100		100		100
Lolemugete Primary School		22,000		22,000		22,000
Lorogo Primary School		460		460		460
Loroo Primary School		17,460		17,460		17,460
Lorugum Primary School		45,240		45,240		45,240

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Loya Primary School		23,600		23,600		23,600
LOYA PRIMARY SCHOOL			1,604,450	1,604,450	1,593,791	10,659
Mala Primary School		135,985		135,985		135,985
Marakalo Water Drilling		36		36		36
Moruese Primary School		29,800		29,800		29,800
Moruongor Primary School		39,968		39,968		39,968

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nabuin Primary School		6,222		6,222		6,222
Nadapal Primary School		39,360		39,360		39,360
Nagis Primary School		5,856		5,856		5,856
Nakabaran Primary School		11,768		11,768		11,768
Nakamane Primary School		30,191		30,191		30,191
Nakeju-Akaal						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Primary School		362		362		362
NAKITOEKIR ION			650,000	650,000	645,933	4,067
NAKITOEKIR ION PRIMARY SCHOOL				-		-
Nakorimuny en Primary School		48,501		48,501		48,501
Nakoyo Angisikiria Lotongina Ecde		39,760		39,760		39,760
Nakuja						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Ekalale Primary School		14,444		14,444		14,444
Nakuja Ekalale Water Drilling		3,960		3,960		3,960
Nakwamuny en Primary School		9,829		9,829		9,829
Nakwapua Primary School		14,594		14,594		14,594
Nakwasinyen Primary School		40,268		40,268		40,268

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Namagirat Primary School		45,034		45,034		45,034
Namoru Arengan Border Control Loima		800		800		800
Namorunyan g Primary School		15,905		15,905		15,905
Nangereny Primary School		21,650		21,650		21,650
NANYEE PIMARY			3,000,000	3,000,000	2,979,937	20,064

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
SCHOO						
NANYEE PRIMARY SCHOOL				-		-
Napeidukan Primary School		856		856		856
Napeikar Primary School		53		53		53
NAPEILILIM PRIMARY			150,000	150,000	149,088	912
NAPEILILIM PRIMARY SCHOOL				-		-
Napeililim						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Primary School		59,760		59,760		59,760
Naremit Primary School		92		92		92
NASIGER PRIMARY			2,300,000	2,300,000	2,953,179	(653,179)
Nasiger Primary school				-		-
Nataparkako no Primary School		-		-		-
Nataparkako no Primary School		5,554		5,554		5,554

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
NATIONOK AR PRIMARY			650,000	650,000	646,533	3,467
NATIONOK AR PRIMARY SCHOOL				-		-
NATIRAE PRIMARY			3,000,000	3,000,000	2,979,842	20,159
NATIRAE PRIMARY SCHOOL- CONSTRUCT ION TO				-		-
Natodoi Primary School		2,580		2,580		2,580
Natuntun						

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Primary School		145		145		145
NATWEL PRIMARY			500,000	500,000	496,860	3,140
NATWEL PRIMARY SCHOOL				-		-
Natwel Primary School Pmc		101,575		101,575		101,575
Nawomor Primary School		74,554		74,554		74,554
NAWOYAW OI PRIMARY		368	402,000	402,368	400,414	1,954
Sasak Edoot						

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Primary School		45,200		45,200		45,200
Sasak-Echoke Primary School		59		59		59
ST. DANIEL COMBONI		23,997	626,003	650,000	645,783	4,217
St. John Naurenpuu Primary School		460		460		460
TIYA PRIMARY SCHOOL		510,240		510,240	506,738	3,502
Tiya Primary School				-		-

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Turkana Girls Primary School		650		650		650
Ulukuse Primary School		185,380		185,380		185,380
Urum Primary School		29,589		29,589		29,589
				-		-
				-		-
Sub-total	62,250,000.00	2,713,447.34	28,035,490.00	92,998,937.34	30,788,614.7 1	62,210,323

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
9.0 Secondary Schools Projects (List all the Projects)				-		-
Davidlee Secondary School	3,500,000.00			3,500,000		3,500,000
Lomil Girls Secondary School	5,500,000.0 0			5,500,000	2,521,400	2,978,600
Loima Boys Secondary School		1,319,972.00		1,319,972		1,319,972
Kalemunyang						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Secondary School		99,888.56		99,889		99,889
Lorugum Boys Secondary School		127,680.00		127,680		127,680
David Lee Adventist Nagis Secondary School		1,700.00		1,700		1,700
Turkana Girls Secondary School		54,600.00		54,600		54,600
Nadapal Girls Secondary		11,903.00		11,903		11,903

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
School						
Turkwel Boys Secondary School		14,040.00		14,040		14,040
Lomil Girls Secondary		14,122.22		14,122		14,122
Napeililim Mixed Secondary School		228.00		228		228
Loima Girls Secondary School		38,777.60		38,778		38,778
NADAPAL GIRLS SECONDARY			5,950,000	5,950,000		5,950,000

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
SCHOOL						
NADAPAL SECONDARY SCHOOL			3,614,690	3,614,690	3,601,250	13,440
Sub-total	9,000,000	1,682,911	9,564,690	20,247,601	6,122,650	14,124,951
10.0 Tertiary institutions Projects (List all the Projects)						-
		-		-		-
Sub-total	-	-	-	-	-	-
11.0 Security						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Projects		-	-	-		-
Namoruputh Police Station		145		145		145
	-			-		-
				-		-
Sub-total	-	145	-	145	-	145
Acquisition of assets				-		-
12.1 Motor Vehicles (including motorbikes)				-		-
12.2 Purchase						

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
of furniture and fittings				-		-
12.2 Construction of CDF office		2,758,007		2,758,007	2,749,400	8,607
Sub-total	-	2,758,007	-	2,758,007	2,749,400	8,607
13.0 Others				-		-
Loima - strategic plan		881,800		881,800		881,800
Sub-total	-	881,800	-	881,800	-	881,800
Digital Hub				-		-
Turkwel ICT						

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

Programme/sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Hub		79,630		79,630		79,630
Kalemunyang ICT Hub		13,883		13,883		13,883
Loima NG-CDF Office		127		127		127
				-		-
Namoruputh Youths Resource Centre	1,450,000.02			1,450,000		1,450,000
Kalemunyang Innovation Hub	1,800,000.00			1,800,000		1,800,000
Turkwel Innovation	1,750,000.00			1,750,000		1,750,000

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

Programme/S ub- programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Hub						
Kaemanik Primary School	1,750,000.00			1,750,000		1,750,000
Sub-total	6,750,000	93,640	-	6,843,640	-	6,843,640
Funds pending approval**				-		-
unapproved projects				-		-
AiA	-			-		-
Sub-total	-			-		-
Grand Total						

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	170,469,857	19,284,719	38,272,783	228,027,359	129,866,119	98,161,240

gram-based. This statement totals should tie to the totals of the Statement of Comparison of Budget and Actual Amounts)

17. Notes to the Financial Statements

1. General information

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

2. Statement of Compliance and Basis of Preparation

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

The financial statements have been prepared in accordance with the Public Finance Management (PFM) Act and the International Public Sector Accounting Standards (IPSAS). The NG-CDF [Loima] has taken advantage of the transitional provisions under IPSAS 33 and adopted a phased approach. Accordingly, this is the first transitional financial statement. The NG-CDF [Loima] has recognized all financial assets, including cash and cash equivalents held in the operational account, deposit account, and PMC bank accounts; receivables (amounts due from the Board and other parties); prepayments; property, plant, and equipment (PPE); and intangible assets acquired during the financial year 2023/2024 up to the reporting date.

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

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

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the NG-CDF. The financial statements have been prepared in accordance with the PFM Act, the NGCDF Act *(include any other applicable*

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

legislation), and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. Adoption of New and Revised Standards

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. Not Applicable
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. Not Applicable
IPSAS 45: Property Plant and Equipment	<i>Applicable 1st January 2025</i> 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

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

	assets. Not Applicable
IPSAS 46: Measurement	<i>Applicable 1st January 2025</i> The objective of this standard was to improve measurement guidance across IPSAS by: 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. The standard also introduces a public sector specific measurement bases called the current operational value. Not Applicable
IPSAS 47: Revenue	<i>Applicable 1st January 2026</i> This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions. Not Applicable
IPSAS 48: Transfer Expenses	<i>Applicable 1st January 2026</i> 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. Not Applicable
IPSAS 49: Retirement Benefit Plans	<i>Applicable 1st January 2026</i> 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. Not Applicable
	Applicable 1st January 2027 The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: - Limited improvements to existing accounting practices for exploration and evaluation expenditures. - 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. - 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. Not Applicable

Adoption of standards

Not early – adopt any new or amended standards in the financial year or the following standards early (state the standards, reason for early adoption, the entity's financial statements.)

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

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

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

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

c) Property, plant and equipment

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

d) Leases

Finance leases are leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item to the *Entity*. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The *Entity* also recognizes the associated lease liability at the inception of the lease. The liability

recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the *Entity* will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

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

e) Intangible assets

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

f) Financial instruments

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

a) Financial assets

Classification of financial assets

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

g) Inventories

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the *Entity*.

h) Provisions

Provisions are recognized when the *Entity* has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate

can be made of the amount of the obligation. Where the *Entity* expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement

i) Social Benefits

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

j) Contingent liabilities

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

k) Contingent assets

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

l) Employee benefits

Retirement benefit plans

The *Entity* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an Entity pays fixed contributions into a separate Entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on

the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation. *(the entity to retain information relating to defined benefits or contributions, where both schemes are managed full policy applies)*

m) Foreign currency transactions

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

n) Related parties

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

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

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

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

6. Transfers from the NGCDF Board

Description	<i>Period ended June 2025</i>
NGCDFB Transfers (Allocation for the FY)	170,469,857
TOTAL	170,469,857

7. Transfers from domestic and foreign partners

Description	<i>2024/2025</i>
	Kshs
Grants	-
Total	-

8. Finance income

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

9. Miscellaneous income

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

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

10. Employees cost

Description	<i>Period ended June 2025</i>
	Kshs
NG-CDFC Basic staff salaries	3,090,627
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	874,000
Leave allowance	-
Gratuity to contractual employees	899,050
Employer Contributions Compulsory national social security schemes	108,000
Employer Contributions Compulsory Housing levy	47,518
Employer contributions to National Industrial Training Authority	4,600
Other Specify	-
Total	5,023,795

11. Committee Expenses

Description	<i>Period ended June 2025</i>
	Kshs
Sitting allowance	2,496,000
Other Committee expenses	1,741,629
Total	4,237,629

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

12. Use of Goods and services

Description	<i>Period ended June 2025</i>
	Kshs
Utilities, supplies and services	198,000
Communication, supplies and services	-
Domestic travel and subsistence	388,800
Printing, advertising and information supplies & services	-
Office Rent	-
Training expenses	528,800
Hospitality supplies and services	640,000
Insurance costs	-
Specialized materials and services	24,000
Office and general supplies and services	1,667,807
Fuel, oil & lubricants	1,461,800
Bank Charges	60,000
Routine maintenance – vehicles and other transport equipment	1,200,000
Routine maintenance – other assets	-
Strategic plan expenses	736,000
Other operating expenses	-
Total	6,905,207

13. Other Government Units Actual expenditure

Description	<i>Period ended June 2025</i>
	Kshs
Primary Schools Actual expenditure	30,788,615
Secondary Schools Actual Expenditure	6,122,650
Tertiary Institutions Actual Expenditure	-
Total	36,911,265

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

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

14. Other Grants and transfers Actual expenditure

Description	Period ended June 2025
	Kshs
Bursary – secondary schools	38,553,659
Bursary – tertiary institutions	32,390,533
Bursary – special schools	-
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual Expenditure	-
Climate change mitigation projects	-
Emergency projects Actual Expenditure	3,993,681
Roads projects	-
Others specify	2,749,400
Total	77,687,273

15. Depreciation and Amortization Expenses

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

16. Digital Hubs Expenses

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

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

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

17. Gain/loss on Sale of Assets

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

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

18. Impairment Loss

Description	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)

19. Cash and Cash Equivalents

Name Of Bank and Account No.	Period ended June 2025	Opening Statement 1st July 20XX
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
<i>Name Of Bank, Account No. (Operations account)</i>	16,684,429	15,328,573.00
<i>Operations account pending closure (Indicate name & account no.)</i>	-	-
<i>Name of Bank, account No. (Deposit account)</i>	899,050	-
<i>Name of Bank, account No. (PMC's account)</i>	66,107,904	3,956,145.88
Total	83,691,383	19,284,719
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations <i>(Specify)</i>	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

20. Receivables from Exchange Transactions

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

i. Ageing Analysis for Receivables

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

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

21. Receivables from Non-Exchange Transactions

Description	Period ended June 2025		Opening Statement	
	Kshs		1st July 20XX	
Transfers from NGCDFB	Kshs		Kshs	
Transfers from NGCDFB	14,469,857		38,272,783.01	
Outstanding imprest	-		-	
Total	14,469,857		38,272,783	
Ageing Analysis- Receivables from non-exchange transactions	2025	% of the total	Opening Balance	% of the total
Less than 1 year	14,469,857	100%	38,272,783	100%
Between 1-2 years		0%	-	
	-	0%	-	
Over 3 years	-	0%	-	0%
Total	14,469,857	100%	38,272,783	100%

22. Prepayments

Description	2025	Opening Statement
	Kshs	1st July 2025 Kshs
Prepaid Rent	-	-
Prepaid Insurance	-	-
Prepaid Electricity Costs	-	-
Other Prepayments (<i>Specify</i>)	-	-
Total	-	-

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

23. Property, Plant and Equipment

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

LOIMA Constituency

[illegible][illegible]

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

Valuation

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

22 b) Property, Plant and Equipment at Cost

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

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

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

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

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

24. Intangible Assets

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

25. Right-of use assets

Description	Buildings	Plant	Equipment	Total
	Kshs	Kshs	Kshs	Kshs
Cost				
As At 1 July (Comparative period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 2024(Comparative Period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 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				
As At 30 June 2025(Current FY)	-	-	-	-

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

As At 30 June 2024. (Comparative Period)	-	-	-	-
--	---	---	---	---

26. Trade and Other Payables

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

27. Third-Party deposits

	<i>2024/2025</i>	<i>Opening Statement 1st July 2024</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 30 th 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	-		-	

28. Lease Liabilities

<i>Description</i>	<i>2024/2025</i>	<i>Opening Statement 1st July 20XX</i>
	Kshs	Kshs
Balance at the beginning of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	-	-
At end of the year	-	-

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

Maturity Analysis

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

Analysed as:

Description	Amount
Current	-
Non- Current	-
Total	-

29. Gratuity Provision

Description	Period ended June 2025	Opening Statement 1st July 20XX
	Kshs	Kshs
Gratuity at the beginning of the period (A)	-	-
Gratuity held during the period (B)	899,050	-
Gratuity paid during the period (C)	-	-
Total Gratuity provision as at period xx D=(A+B-C)	899,050	-

30. Cash Generated from Operations

	<i>Period ended June 2025</i>
	Kshs
Surplus for the period before tax	39,704,688
Adjusted for:	
Depreciation	-
Non-cash grants received	-
Contributed assets	-
Impairment	-
Gains and losses on disposal of assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
Working capital adjustments	
Changes in inventory	-
Changes in receivables	(23,802,926)
Changes in deferred income	-
Changes in Third party deposits	
Changes in gratuity provision	(899,050)
Changes in payments received in advance	-
Net cash flow from operating activities	64,406,664

31. Financial Risk Management

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

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June (Current FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	14,469,857	14,469,857	-	-
Bank balances	83,691,383	83,691,383	-	-
Total	98,161,240	98,161,240-	-	-
As at 30 June (Previous FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	38,272,783	38,272,783	-	-

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

Bank balances	19,284,719	19,284,719	-	-
Total	57,557,502	57,557,502	-	-

Financial Risk Management

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

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025 (Current FY)				
Trade payables	-	-	-	-
Current proportion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	899,050	899,050
Total	-	-	899,050	899,050
As at 30th June 2024(Previous FY)				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
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 recognized assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments. The carrying amount of the *Entity's* foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

National Government Constituencies Development Fund (NGCDF)

LOIMA Constituency

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

Current FY

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30 th June (Current FY)	N/A		
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	N/A		
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 endeavored 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 nil (Current FY: Kshs nil). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs nil (Current FY – Kshs nil)

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

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

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

iv) Capital Risk Management

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

Description	2024/2025	<i>Opening Statement 1st July 2024</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	0%	0%

32. Related Party Disclosures

	<i>2024/2025</i>	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	2,496,000	1,010,850
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	194,272,783	172,508,753
Total	196,768,783	173,519,603

33. 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)

34. Contingent Assets and Contingent Liabilities

Contingent Assets

	<i>2024/2025</i>	<i>Opening Statement 1st July 20xx</i>
Description	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	-	-
Assets Arising from Determination Of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Receivables From Other Government Entities	-	-
Others (Specify)	-	-

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

Total	-	-
-------	---	---

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

Contingent Liabilities

Description	2024/2025	Opening Statement 1 st July 20xx
	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	-	-

35. Capital Commitments

Capital Commitments	2024/2025	Opening Statement 1 st July 20xx
	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).

36. Events after the Reporting Period

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

37. Ultimate And Holding Entity

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

38. Currency

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

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

18. Annexes

Annex 1: Summary of Asset Register

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER		Historical Cost		Disposals during the year (Kshs)		Historical Cost	
Asset class	Historical Cost b/f	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost	Disposals during the year (Kshs)	Historical Cost	Disposals during the year (Kshs)
	(Kshs)						
	2021-2022						
Land	4,000,000			4,000,000			
Buildings and structures	14,735,000	2,749,400		17,484,400			
Transport equipment	3,750,000			3,750,000			
Office equipment, furniture and fittings	1,600,000			1,600,000			
ICT Equipment, Software and Other ICT Assets				-			
Other Machinery and Equipment	306,800			306,800			
Heritage and cultural assets				-			
Intangible assets				-			

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

Total	24,391,800	-	-	27,141,200
-------	------------	---	---	------------

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

Kotela Primary School	Equity Bank, Lodwar	990279761212	47,114
Kangalita Primary School	Equity Bank, Lodwar	990279794318	67,008
Sasak-Echoke Primary School	Equity Bank, Lodwar	990280970299	59
Lokipetot-Arengan Primary School	Equity Bank, Lodwar	990280973288	135,080
Loroo Primary School	Equity Bank, Lodwar	990280996375	17,460
Lochor Esekon Primary School	Equity Bank, Lodwar	990280982606	16
Urum Primary School	Equity Bank, Lodwar	990279752386	29,589
Kabulokor Primary School	Equity Bank, Lodwar	990277353216	60
Nakabaran Primary School	Equity Bank, Lodwar	990278986020	11,768
Lorogo Primary School	Equity Bank, Lodwar	990279761172	460
Natodoi Primary School	Equity Bank, Lodwar	990279761191	2,580
Nagis Primary School	Equity Bank, Lodwar	990279761351	5,856
Kotaruk Primary School	Equity Bank, Lodwar	990279761359	36,172
Ulukuse Primary School	Equity Bank, Lodwar	990279762106	185,380
Namagirat Primary School	Equity Bank, Lodwar	990279763418	45,034
Lokiriama Primary School	Equity Bank, Lodwar	990279765019	45,919
Kakalel Primary School	Equity Bank, Lodwar	990279813235	32,512
Nadapal Primary School	Equity Bank, Lodwar	990279829753	39,360
Nakorimunya Primary School	Equity Bank, Lodwar	990280953057	48,501
Kalemunyang Primary School	Equity Bank, Lodwar	990280963447	61,380
St. John Naurenpuu Primary School	Equity Bank, Lodwar	990280965569	460

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

Natwel Primary School Pmc	Equity Bank, Lodwar	990280966949	101,575
Napeililim Primary School	Equity Bank, Lodwar	990280968404	59,760
Lochor Ekuyen Primary School	Equity Bank, Lodwar	990280968894	8,660
Nakoyo Angisikiria Lotongina Ecde	Equity Bank, Lodwar	990280973930	39,760
Lolemugete Primary School	Equity Bank, Lodwar	990280974173	22,000
Sasak Edoot Primary School	Equity Bank, Lodwar	990280979056	45,200
Kangole Primary School	Equity Bank, Lodwar	990280982577	100,800
Nangereny Primary School	Equity Bank, Lodwar	990280982884	21,650
Lokoyo Primary School	Equity Bank, Lodwar	990280989833	100
Moruongor Primary School	Equity Bank, Lodwar	990282190590	39,968
Aic Lomil Primary School	Equity Bank, Lodwar	990282190974	0
Nataparkakono Primary School	Equity Bank, Lodwar	990282222170	0
Agc Nakutan Primary School	Equity Bank, Lodwar	990282224415	728
Loya Primary School	Equity Bank, Lodwar	990282229914	23,600
Moruese Primary School	Equity Bank, Lodwar	990282230010	29,800
Tiya Primary School	Equity Bank, Lodwar	990282231380	240
Konyipad Primary School	Equity Bank, Lodwar	990282232480	130
Nakamane Primary School	Equity Bank, Lodwar	990282282440	30,191
Lorugum Primary School	Equity Bank, Lodwar	990282289885	45,240
Nakwasinyen Primary School	Equity Bank, Lodwar	990282292206	40,268
Lokatul Primary School	Equity Bank, Lodwar	990282312507	67,220
Napeikar Primary School	Equity Bank, Lodwar	990282313934	53
Kalomegur Primary School	Equity Bank, Lodwar	990282494176	9,120
Turkana Girls Primary School	Equity Bank, Lodwar	990282577355	650
Koono Primary School	Equity Bank, Lodwar	990282642568	35,992

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

Kodopa Primary School	Equity Bank, Lodwar	990176245084	241
Nabuin Primary School	Equity Bank, Lodwar	990176250915	6.222
Nakeju-Akaal Primary School	Equity Bank, Lodwar	990279192799	362
Kaitese Primary School	Equity Bank, Lodwar	990279193098	492
Katukury Primary School	Equity Bank, Lodwar	990279193907	18,200
Kospir Primary School	Equity Bank, Lodwar	990279751874	180
Naremit Primary School	Equity Bank, Lodwar	990279752217	92
Lochor-Edome Primary School	Equity Bank, Lodwar	990279752343	2.503
Lobei Primary School	Equity Bank, Lodwar	990279752444	82.386
Namorunyang Primary School	Equity Bank, Lodwar	990279753805	15.905
Mala Primary School	Equity Bank, Lodwar	990279754097	135,985
Nakuja Ekalale Primary School	Equity Bank, Lodwar	990279754525	14,444
Kolelewi Primary School	Equity Bank, Lodwar	990279756876	155.679
Nakwapua Primary School	Equity Bank, Lodwar	990279757307	14,594
Kangataruk Primary School	Equity Bank, Lodwar	990279757804	7.910
Atalokamusio Primary School	Equity Bank, Lodwar	990279759384	8.822
Napeidukan Primary School	Equity Bank, Lodwar	990279759631	856
Koloboi Primary School	Equity Bank, Lodwar	990279761165	4,670
Nawoyawoi Primary School	Equity Bank, Lodwar	990263412831	368
Locherelim Primary School	Equity Bank, Lodwar	990272638981	3,800
Nakwamunyen Primary School	Equity Bank, Lodwar	990276208371	9,829
Nataparkakono Primary School	Equity Bank, Lodwar	990277326678	5,554
Marakalo Water Drilling	Equity Bank, Lodwar	990277326961	36
Koleleui Water Drilling	Equity Bank, Lodwar	990277331096	0
Nakuja Ekalale Water Drilling	Equity Bank, Lodwar	990277463382	3,960

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

Natuntun Primary School	Equity Bank, Lodwar	990277470935	145
Lokopu Primary School	Equity Bank, Lodwar	990277532539	50,660
Kaekoroe-Akwan Primary School	Equity Bank, Lodwar	990277535636	14,284
Nawomor Primary School	Equity Bank, Lodwar	990277535944	74,554
Kaakim Kraal Emergency	Equity Bank, Lodwar	990277790881	7,881
Loima Cdf Emergency	Equity Bank, Lodwar	990279190625	1,380
Kawou-Etom Security Road	Equity Bank, Lodwar	990279190524	2,200
Namoru Arengan Border Control Loima	Equity Bank, Lodwar	990277452566	800
Namoruputh Police Station	Equity Bank, Lodwar	990277410731	145
Turkwel ICT Hub	Equity Bank, Lodwar	990277410725	79,630
Kalemunyang ICT Hub	Equity Bank, Lodwar	990279752253	13,883
Loima NG-CDF Office	Equity Bank, Lodwar	990279752083	127
NAKURIO PRIMARY	Equity Bank, Lodwar	990279769717	
KOCHUCH PRIMARY	Equity Bank, Lodwar	990279768074	
KOLIORO PRIMARY	Equity Bank, Lodwar	990277513653	
KONYIPAD PRIMARY	Equity Bank, Lodwar	990264404378	
KAIDIR PRIMARY SCHOO	Equity Bank, Lodwar	990282182349	
LOLEMGETE PRIMARY	Equity Bank, Lodwar	990282585416	
LOPUR PRIMARY SCHOO	Equity Bank, Lodwar	990279197968	
LOROO PRIMARY	Equity Bank, Lodwar	990277601817	
MORUESE PRIMARY	Equity Bank, Lodwar	990279757457	
NAMEYANA PRIMARY	Equity Bank, Lodwar	990281083562	
KATUKURI PRIMARY	Equity Bank, Lodwar	990282241257	
LOCHAR EDOME	Equity Bank, Lodwar	990282313934	

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

KALOMEGUR PRIMARY	Equity Bank, Lodwar	990282494176	
KALOBOI PRIMARY	Equity Bank, Lodwar	990282577355	
KACHAMERI PRIMARY	Equity Bank, Lodwar	990282642568	
NAREMIT PRIMARY	Equity Bank, Lodwar	990176245084	
NAKWATIRI PRIMARY	Equity Bank, Lodwar	990176250915	
LORUGUM PRIMARY	Equity Bank, Lodwar	990279192799	
NADAPAL PRIMARY	Equity Bank, Lodwar	990279193098	
KALONGOLOMOE	Equity Bank, Lodwar	990279193907	
NATIONOKAR PRIMARY	Equity Bank, Lodwar	990279751874	
NAWOYAWOI PRIMARY	Equity Bank, Lodwar	990279752217	
KOTELA PRIMARY	Equity Bank, Lodwar	990279752343	
NATIRAE PRIMARY	Equity Bank, Lodwar	990279752444	
KAKPRIKAMAR PRIMARY	Equity Bank, Lodwar	990279753805	
NAKITOEKIRION	Equity Bank, Lodwar	990279754097	
LOYA PRIMARY SCHOOL	Equity Bank, Lodwar	990279754525	
KOTELA PRIMARY	Equity Bank, Lodwar	990279756876	
KALELEKOL PRIMARY	Equity Bank, Lodwar	990279757307	
KALOKUTANYANG	Equity Bank, Lodwar	990279757804	
NANYEE PIMARY SCHOO	Equity Bank, Lodwar	990279759384	
KALODEKE PRIARY	Equity Bank, Lodwar	990279759631	
ST. DANIEL COMBONI	Equity Bank, Lodwar	990279761165	
TIYA PRIMARY SCHOOL	Equity Bank, Lodwar	990263412831	
NASIGER PRIMARY	Equity Bank, Lodwar	990272638981	
NAPEILILIM PRIMARY	Equity Bank, Lodwar	990276208371	
NATWEL PRIMARY	Equity Bank, Lodwar	990277326678	

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

LOKOPU PRIMARY SCHOOL	Equity Bank, Lodwar	990277326961	
DAVID LEE SEC SCHOOL	Equity Bank, Lodwar	990277331096	
LOMIL GIRLS SEC	Equity Bank, Lodwar	990277463382	
NADAPAL GIRLS	Equity Bank, Lodwar	990277470935	
NADAPAL SECONDARY	Equity Bank, Lodwar	990277532539	
Loima Boys Secondary School	Equity Bank, Lodwar	990277535636	
Kalemunyang Secondary School	Equity Bank, Lodwar	990277535944	
Lorugum Boys Secondary School	Equity Bank, Lodwar	990277790881	
David Lee Adventist Nagis Secondary School	Equity Bank, Lodwar	990279190625	
Turkana Girls Secondary School	Equity Bank, Lodwar	990279190524	
Nadapal Girls Secondary School	Equity Bank, Lodwar	990277452566	
Turkwel Boys Secondary School	Equity Bank, Lodwar	990277410731	
Lomil Girls Secondary	Equity Bank, Lodwar	990277410725	
Napeililim Mixed Secondary School	Equity Bank, Lodwar	990279752253	
Loima Girls Secondary School	Equity Bank, Lodwar	990279752083	
NAKAMANE PRIMARY SCHOOL:	Equity Bank, Lodwar	990279769717	
NAMORUPUTH PRIMARY SCHOOL:	Equity Bank, Lodwar	990279768074	
David Lee Secondary School	Equity Bank, Lodwar	990277513653	
Loima DCC office	Equity Bank, Lodwar	990264404378	
Lomir Girls	Equity Bank, Lodwar	990282182349	
Napeililim Secondary	Equity Bank, Lodwar	990282241257	
St. Bhakhita Girls Secondary	Equity Bank, Lodwar	990282292206	
Grand Total			66,107,904

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

Annex 3: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Inaccuracies of Balances in the Financial Statements The statement of receipts and payments reflects other grants and transfers comparative balance of Kshs.61,157,369. However, Note 8 to the financial statements of previous year's certified statements reflects a balance of Kshs.61,257,369 resulting to unexplained variance of Kshs.100,000. Further, the statement of assets and liabilities reflects fund balance brought forward of Kshs.17,796,814 while Note 15 to the financial statements reflects a balance of Kshs.44,787,892 resulting to	Observations noted and the necessary amendments effected	Not Resolved	December 2025

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

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)
	unexplained variance of Kshs.26,991,078. In the circumstances, the accuracy of other grants and transfers and the fund balance comparative balances could not be confirmed.			
	Unsupported Project Management Committee Account Balances Note 19.4 to the financial statements reflects Project Management Committee (PMC) account balance of Kshs.4,554,283 in respect to seventy-one (71) bank accounts in various commercial banks as detailed in Annex 5 to the financial statements. However, the bank statements and certificates of bank confirmation for the 71 bank accounts were not provided for audit. In the circumstances, the accuracy and completeness of the PMC account balances of Kshs.4,554,283	The observation was correct. However, most of the schools do not have capacity of doing the reconciliation although we have schools which have submitted the same	<i>Not Resolved</i>	December 2025

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

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)
	could not be confirmed.			
	The summary statement of appropriation reflects receipts budget and actual on a comparable basis of Kshs.156,011,847 and Kshs.104,796,814 respectively resulting to under-funding of Kshs.51,215,033 or 33%o of the budget. Similarly, the statement reflects actual expenditure of Kshs.59,998,922 against actual receipt 104,796,814 resulting to under-utilization of Kshs.44,797,892 or 43% of total receipts. The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.	The variance of Kshs13, 000,000 relate to NG-CDF office construction which pending at the Board office due to land documentation which has now been cleared.	Not Resolved	December 2025

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

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)
	Unresolved Prior Year Audit Matters. In the audit of the previous year, several issues were raised under the Report on the Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. Management indicated that the prior year audit issues were resolved. However, there was no evidence to support that the issues were resolved.	prior year audit issues were resolved.	<i>Not Resolved</i>	December 2025
	5. Project Implementation Status During the year under review, the Fund had planned to implement forty (40) projects with a budget of Kshs.103,839,492. However, out of this number, fifteen (15) or 38% of the projects costing Kshs.22,600,000 had not started, nine (9) or 22% of the projects worth	We concur with the observation, this was caused by late disbursement from the exchequer	<i>Not Resolved</i>	December 2025

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

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)
	Kshs.19,004,300 were in progress while only sixteen (16) or 40% of the projects worth Kshs.62,235,192 had been completed. In the circumstances, the value for money was not obtained from the 15 projects which had not started.			



.....
Name: Bethwel
Fund Account Manager.