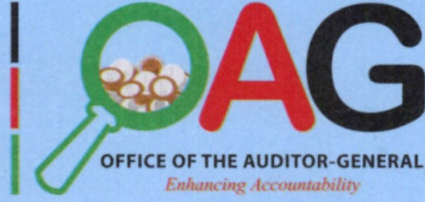


REPUBLIC OF KENYA



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OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 12 FEB 2026 Thursday

TABLED BY:	Hari George Mungara
OF	On behalf of LOM
TABLE:	Kanda T.

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – SIRISIA CONSTITUENCY**

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

Revised 30th June 2025



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

SIRISIA CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

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National Government Constituencies Development Fund (NGCDF)
SIRISIA Constituency
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1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

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

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The NGCDF Sirisia 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	Beryl Achieng
2.	National Sub-County Accountant	Duke Ong'era
3.	Chairman NGCDFC	David Watwati
4.	Member NGCDFC	Linnet Gidosi
5.	Member NG CDFC	Allan Kiboi

(c) Fiduciary Oversight Arrangements

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

Bungoma-West Sub- County offices
Sirisia-Lwakhakha Road
Sirisia- KENYA.

(e) NGCDF Sirisia Constituency Contacts

P.O. Box 55
Telephone: (254) 0722472434
E-mail: cdfsirisia.go.ke
Website: www.go.ke

(f) NGCDF Sirisia Constituency Bankers

1. Main Account

The Cooperative Bank A/C No. 01120050350800
Bungoma Branch
P.o Box 1964
Bungoma, Kenya

2. Deposit Account

The Cooperative Bank A/C No.01101112601001
Chwele Branch
P.O. Box 173
Chwele, Kenya

3. PMC Accounts

The Cooperative Bank
Chwele Branch
P.O. Box 173
Chwele-Kenya

National Bank of Kenya Ltd
Bungoma Branch
P.O.Box 345
Bungoma- Kenya





(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
 David Watwati-Chairman	<p>Date of Birth: 31/12/1960</p> <p>Academic Qualification: Diploma in Finance and School Management.</p> <p>Work Experience: Has worked for 34yrs as a teacher He is currently serving as a Chairman to the Sirisia NG-CDF Committee</p>
 Edwick Wanjala-Secretary	<p>Date Of Birth: 27/11/1996</p> <p>Academic Qualification: Diploma in Travel and Tourism hospitality.</p> <p>Work Experience: Doing Agro-Business and chicken farming She is currently serving as a Secretary to the Sirisia NG-CDF Committee</p>
 Linet Gidosi-Member	<p>Date of Birth: 1/01/1974</p> <p>Academic Qualification: Form Four</p> <p>Work Experience: Business Woman She is currently serving as a Member to the Sirisia NG-CDF Committee</p>
 Michael Ojuma-Member	<p>Date Of Birth: 22/09/1962</p> <p>Academic Qualification: Form Four</p> <p>Work Experience: Has worked for 29 yrs in Public Administration He is currently serving as a Member to the Sirisia NG-CDF Committee</p>

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

 <p>Emily Masolo- Co-Opted Member</p>	<p>Date of Birth: 16/2/1986</p> <p>Academic qualifications: Diploma in health Sciences</p> <p>Work Experience: She has worked with various organizations in community service and support. She is currently serving as a Member to the Sirisia NG-CDF Committee</p>
 <p>Nancy Masakari-Member</p>	<p>Date of Birth: 10/06/1990</p> <p>Academic Qualification: Diploma in Child Development</p> <p>Work Experience: She has worked with various CBOs in community service and support. Business woman She is currently serving as a Member to the Sirisia NG-CDF Committee</p>
 <p>Allan Kiboi- Member</p>	<p>Date of Birth: 12/08/1990</p> <p>Academic Qualification: Diploma in Health Sciences</p> <p>Work Experience: He has over 5 years' experience as Laboratory Technician in various public institutions He is currently serving as a Member to the Sirisia NG-CDF Committee</p>

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 <p>Maurice Wanda-Member</p>	<p>Date of Birth: 5/05/1961</p> <p>Academic Qualification: Diploma in Theology</p> <p>Work Experience: Business man in catering services He is currently serving as a Member to the Sirisia NG-CDF Committee</p>
 <p>Beryl Achieng-FAM</p>	<p>Date Of Birth: 20/01/1989</p> <p>Academic Qualification: Bachelor in Commerce-Finance Option.</p> <p>Work Experience: She is currently serving as a FAM to the Sirisia NG-CDF Committee</p>
 <p>Abdi Fatah- DCC</p>	<p>Date of Birth: 24/09/1969</p> <p>Academic Qualification: Bachelor of Arts Post Graduate Diploma-Project planning and Management.</p> <p>Work Experience: Has worked for 29yrs in Public Administration.</p>

4. NG-CDFC Chairman's Report



*Mr. David Watwati
Chairman-Sirisia Ng-Cdfc*

Budget Performance Overview

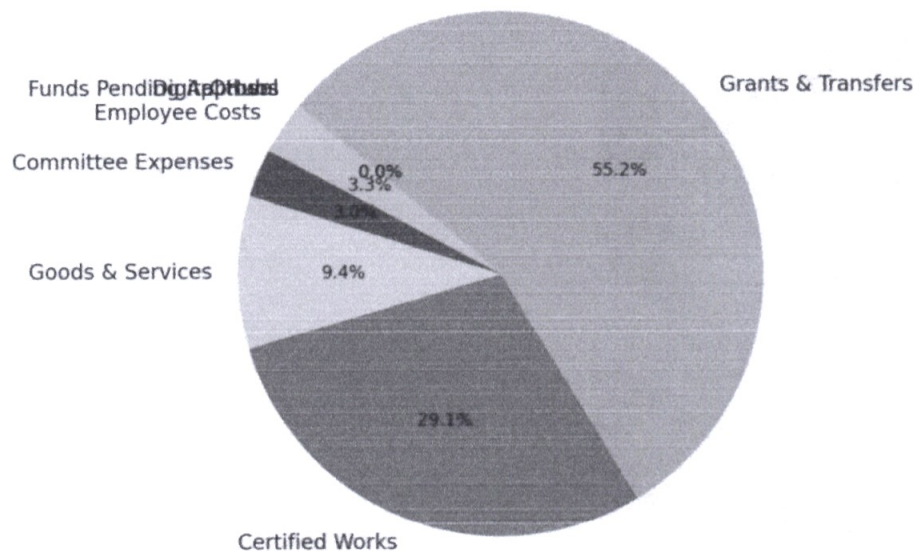
For the financial year under review, the Sirisia National Government Constituencies Development Fund Committee (NG-CDFC) received a total of **Kshs. 262,588,598** in revenue. This comprised; Transfers from the NG-CDF Board: **Kshs. 161,497,760**, Opening Balances (Operational, Deposit & PMCs, and AIA): **Kshs. 60,178,276** and Previous Year's Outstanding Disbursements: **Kshs. 40,912,562**

The actual expenditure during the year amounted to **Kshs. 134,882,782**, representing an absorption rate of **51.36%** of the total available funds. A balance of **Kshs. 127,705,816** was carried forward for pending or ongoing commitments.

Sectoral Budget vs. Actual Performance

Sector	Budgeted (Kshs)	Actual Expenditure (Kshs)	Variance	Absorption Rate
Employee Costs	5,908,844	4,448,216	1,460,628	75.28%
Committee Expenses	3,014,000	4,006,000	(992,000)	132.91%
Use of Goods and Services	7,060,728	12,701,571	(5,640,843)	179.89%
Certified Works	148,648,167	39,243,400	109,404,767	26.40%
Other Grants and Transfers	86,522,931	74,483,594	12,039,337	86.08%
Digital Hubs	9,200,003	-	9,200,003	0.00%
Funds Pending Approval	2,056,776	-	2,056,776	0.00%
Others (Assets & Misc.)	179,298	-	179,298	0.00%

Expenditure Distribution by Sector



Key Achievements

- (a) Successful disbursement and utilization of Kshs. 74.4 million in bursary support to needy students
- (b) Completion and certification of several infrastructure projects worth over Kshs. 39 million.
- (c) Digitization progress under the Digital Hubs component with Kshs. 9.2 million allocated for ICT centers.
- (d) Full staff cost absorption ensuring effective fund management and project supervision.

The following are some of the success stories.

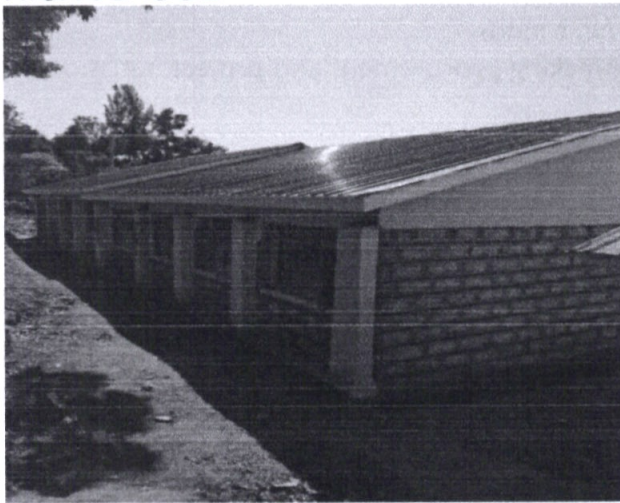


Construction of 4N0o classrooms in Kulisiru FYM primary school. 2No classrooms (JSS) 2No classrooms funded by NG-CDF.





ON-GOING CONSTRUCTION OF 1500 CAPACITY DINING HALL AT CHWELE GIRLS HIGH SCHOOL



CONSTRUCTION OF 2NO CLASSROOMS AT MALINDA S.A PRIMARY SCHOOL

Over the years, the Sirisia NG-CDF has promptly disbursed funds to the Project Management Committee's (PMC's) for implementation of various projects. We have consequently recorded tremendous progress in various sectors as follows: -

1. Many needy and vulnerable children have accessed education through the bursary schemes,
2. Construction of classrooms, laboratories, dormitories, and libraries and computer rooms has enhanced provision of quality education.
3. Promotion of environmental conservation, Aids awareness, sensitisation on drug and substance abuse as well as promotion of Youth Sports,
4. The funds have also been used to provide a constituency Digital hub that will be of benefit to the constituents especially those from Lwandanyi Ward.

Emerging Issues

- (a) Over-expenditure in operational costs such as committee expenses and use of goods and services.
- (b) Low absorption in development projects, especially Certified Works (only 26.4% utilized).
- (c) Delays in project execution due to pending approvals and procurement bottlenecks.
- (d) Unutilized funds for Digital Hubs and certain grants due to procedural delays.

Implementation Challenges and Way Forward

- 1) **Challenge:** Low absorption of development funds
Recommendation/Current Action: Fast-tracking procurement and project initiation processes.
- 2) **Challenge:** Over-expenditure in operational costs
Recommendation/Current Action: Improved cost control mechanisms and quarterly reviews.
- 3) **Challenge:** Delays in disbursement from the NG-CDF Board
Recommendation/Current Action: Proactive engagement and follow-ups with the Board.
- 4) **Challenge:** Unused allocations for special projects
Recommendation/Current Action: Realignment of priorities and reallocation with timely approvals.

Conclusion

The Sirisia NG-CDFC remains committed to prudent financial management, community-driven development, and timely service delivery. Despite emerging challenges, strategic planning, stakeholder collaboration, and ongoing reforms will ensure improved performance in the subsequent financial year.

.....*David Watwati*.....

Name *DAVID WATWATI*
Chairman NGCDF Committee

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

Introduction

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

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

1. To introduce construction of storey buildings in schools to counter land shortage
2. To Introduce new public Secondary school to match the primary schools and boost education
3. To Increase personnel and mobilize resources for security accessibility
4. To Purchase school buses in every ward to promote extra co-curriculum activities and enhance student safety in schools.

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 tertiary institutions</i>	<i>number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels</i>	<i>In FY 2024/25 -we increased number of classrooms/ dormitories/laboratories etc from 14 to 16 in the following schools/institutions</i> <ol style="list-style-type: none"> 1. Kamunyomgole 2no classrooms 2. Mufungu 2no classrooms 3. Machakha 2no classrooms 4. Namundi 2no classrooms 5. Lwakhakha 3no classrooms 6. Chebukutumi 2no classrooms

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				<p>7. Matunda 2no classrooms</p> <p>8. Lurare 2no classrooms</p> <p>9. Kasiamo 2no classrooms</p> <p>10. Chwele 2no classrooms</p> <p>11. Nambuya 2no classrooms</p> <p>12. Kibeu 2no classrooms</p> <p>13. Namangofulo 2no classrooms</p> <p>14. Malakisi Muslim 2no classrooms</p> <p>15. Toloso secondary school renovation of 5no classrooms</p> <p>16. Construction of ICT hub in Lwandanyi ward - Bursary beneficiaries at all levels were as per the attached schedules.</p> <p>1. Bursary Tertiary-</p> <p>2. Bursary Secondary-</p> <p>3. Bursary Special-</p>
Security	To have all security personnel work in a conducive environment	Better working environment for all security personnel	Improved work conditions for security officers	FY 2024/25 Sirisia did not Budget for any security project, however Sirisia Implemented the Renovation of DCI Offices.
Climate change mitigation activities	Enhance conservation and restoration of forest and environment	Enhanced conservation and restoration of forest and environment	Increase Number of trees planted in the constituency	FY 2024/25 Sirisia constituency did not budget for climate change mitigation and activities.
Emergency	Enhance the disaster management	Enhanced disaster management	Number of classrooms increased	FY 2024/25 Sirisia constituency constructed 2No

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	programme	exercise		classrooms at Chebukutumi primary under emergency
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6. Governance Statement

- a. Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NG-CDF) Act state that:
1. There is established a National Government Constituency Development Fund Committee for every constituency.
 2. Constituency Committee Shall comprise of;
 - a) the national government official responsible for co-ordination of national government functions.
 - b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
 - c) two 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) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - g) one member co-opted by the Board in accordance with regulations made by the Board
 3. The seven persons referred to in sub-section (2) (b), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe. The names of the persons selected under sub-section (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the board. The current NGCDFC members were gazetted in the Kenya Gazette (Special Issue) Vol. CXXVII- No. 98 dated 21st May, 2025 and the first meeting was held on 6th June, 2025.

The persons appointed are drawn from different groupings as follows:

- Male Adult- David Bunguswa Watwati -Chairman
- Male youth – Allan Kiboi - Member
- Female adult- Linet Gidosi - Member
- Female youth- Edwick Wanjala - Member
- PWD REP- Mourice wanda - Member
- Co-opted Member- Emilly Masolo - Member
- Nominee of constituency Office- Nancy Masakari – Secretary.
- Nominee of constituency office- Michael Ojuma - Member

National Government Constituencies Development Fund (NGCDF)
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To facilitate this, the selection panel invited interested and qualified members of the public for appointment to the NGCDF committee. The panel invited through advertisement publicized in churches, public offices notice boards and other public areas in the constituency. The selection panel developed a shortlisting criterion which enabled picking of the nominees. Two additional nominees were proposed from Sirisia Constituency Office as per section 43 of the NG-CDF Act, 2015.

Five best NG-CDF applicants were selected taking into account age, gender, special interest groups and regional balance in accordance with section 43(2)(b)(c) and (d) of the Act

S/N	Name	Category representation	Ward
1.	David Watwati	Male (Adult)	Sirisia
2.	Michael Ojuma	Male (Adult)	Lwandanyi
3.	Linet Gidosi	Female (Adult)	Namwela
4.	Edwick Wanjala	Female (Youth)	Malakisi South/Kulisiru
5.	Nancy Masakari	Female (Adult)	Namwela
6.	Allan Kiboi	Male (Youth)	Lwandanyi

Nominee of the person representing persons with disability

S/N	Name	Nominating Organization	Nature of physical Impairment	Ward
1.	Maurice Wanda	National Council Of People Living With Disability	Deformed Limbs	Malakisi South/Kulisiru

Upon further consultation with the panel and the constituency office, members agreed to recommend for co-option by the NG-CDF Board as per section 43 subsection 2(g) as

S/N	Name	Gender	Ward
1.	Emily Masolo	Female	Namwela

The list of the selected and recommended members was forwarded to the NG_CDF Board and were further gazetted through a gazette notice dated 25th May, 2025.

The Sirisia NG_CDFC Members were gazetted as follows

S/N	Name	Category	Statutory Provision Under
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National Government Constituencies Development Fund (NGCDF)
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			NG-CDF Act
1.	David Watwati	Male Adult Representative	Appointment, pursuant to Sec. 43 (2) (b)
2.	Michael Ojuma	Male Adult Representative	Appointment, pursuant to Sec. 43 (2) (b)
3.	Edwick Wanjala	Female Youth Representative	Appointment, pursuant to Sec. 43 (2) (c)
4.	Linet Gidosi	Female Adult Representative	Appointment, pursuant to Sec. 43 (2) (c)
5.	Maurice Wanda	Representative of Persons Living with Disability	Appointment, pursuant to Sec. 43 (2) (d)
6.	Alan Kiboi	Male Youth Representative	Appointment Pursuant to Sect. 43 (2)(e)
7.	Nancy Masakari	Female Adult Representative	Appointment Pursuant to Sect. 43 (2)(e)

The First NG-CDFC in augural meeting was held on 27th June, 2025. The members carried out an election for the position of a chairperson and the secretary of the committee. The following member were elected.

	NAME	POSITION	WARD
1	David Watwati	Chairperson	Sirisia
2	Edwick Wanjala	Secretary	Malakisi South/Kulisiru

NG-CDF Regulations Section 7(6) & (7) requires that the first meeting, a Constituency Committee shall establish two sub-committees necessary for the proper performance of its functions in accordance with the guidelines issued by the Board and in establishing sub-committees. Under paragraph 5, constituency Committee shall ensure that there is equitable representation

The Committees were constituted as follows;

1. Bursary Sub-committee

	NAME	POSITION
1.	Sub-County Director of Education	Chairperson
2.	Beryl Achieng-FAM	Secretary
3.	Linet Gidosi	Member

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4.	Michael Ojuma	Member
5.	Nancy Masakari	Member

2. Complaint Handling & Resolution Sub-Committee

	NAME	POSITION
1.	Abdi Aftah-DCC	Chairperson
2.	Beryl Achieng	Secretary
3.	Edwick Wanjala	Member
4.	Alan Kiboi	Member

b. NG-CDFC Tenure

Section 43(8) of the NGCDF Act 2015 provides that 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.

The tenure of the Sirisia National Government Constituencies Development Fund Committee (NGCDFC) is set to run for a period of two years, commencing on 25th May 2025 and concluding on 25th May 2027, in accordance with the official gazette notice Vol CXXVII-No.8. This term marks a crucial window for the Committee to champion transformative development, ensure prudent utilization of public resources, and foster impactful service delivery across the constituency. With clear timelines and defined responsibilities, the Committee is expected to uphold transparency, accountability, and community-centered leadership throughout its mandate.

c. The Role of the Constituency Committee

According to Section 11 (1) of the NGCDF Regulations, 2016 the roles of the Constituency Committee are as follows;

1. Build Capacity of the PMC's and sensitize members of the community on operations of the fund.
2. Consider project proposals from the ward.
3. Ensure all projects considered for funding meet the requirements of Section 24 of the NG-CDF Act, 2015 as amended in 2016.
4. Ensure project proposals submitted to the Board include detailed budget proposals, procurement plans & work plans.
5. Consult with relevant government departments to ensure cost estimates of projects are realistic.
6. Ensure all projects receive adequate funding and are completed within 3 years
7. Monitor the Implementation of projects.
8. 8. Ensure formation of PMC's, opening of bank accounts, project implementation and closure of projects.
9. Enter into performance contracting with the Board on an annual basis.

10. Receive returns from PMC's.
11. Receive and address all complaints concerning the implementation of projects.
12. Ensure the Committee does not enter into commitments for which funding has not been allocated.
13. Ensure projects are labelled in accordance with guidelines issued by the Board.

d. Removal of a member

According to Section 43 (13) of the NGCDF Act, 2015 as amended in 2023, a member may be removed for the following reasons;

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

Where a vacancy arising as a result of the removal of a member under subsection (13) shall be filled in the manner set out in subsection (10) which states that the vacancy shall period of one hundred and twenty days,

e. NG-CDFC Induction and training

During the financial year a training for the Sirisia NGCDFC Members and was held in June, 2025 at Starbucks Hotel, Eldoret. This was a training organized by the NG-CDF Board.

f. Number of meetings;

Section 43 (11) of the NGCDF Act, 2015 as amended in 2023 be filled from the same category of persons where the vacancy has occurred within a stipulates that the Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

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In Sirisia Constituency, the NG-CDF Committee conducted 12 meetings and 12 sub-committee meetings.

Name of committee member	Meetings Held											
	12/7/24	8/8/24	29/11/24	2/3/12/4	6/1/2/5	3/3/2/5	11/4/2/5	2/5/2/5	2/9/5/5	3/6/25	2/7/6/2/5	
David Watwati (Chairperson)	√	√	√	√	√	√	√	√	√	√	√	√
Linet Gidosi	√	√	√	√	√	√	√	√	√	√	√	√
Mourice Wanda (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Nancy Masakari (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Emilly Masolo (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Edwick Wanjala (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Samuel Ejakaa (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Allan kibo (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Beryl Achieng (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Michael Ojuma (Member)	√	√	√	√	√	√	√	√	√	√	√	√
Abdifatar Muhamud (DCC)	√	√	√	√	√	√	√	√	√	√	√	√

g. Remuneration Rates

The NGCDF Committee allowances are fixed by the Ministry of Planning and National Development Circular MPND/15/CONF/13/3/PART G Dated 23rd September, 2011. The circular fixes sitting allowances for ordinary members at Kshs. 5,000 per sitting and for the Chairman of the Committee at Kshs. 7,000 per sitting.

h. Policy on conflict of interest

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

i. Succession plan

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

j. Ethics and code of conduct

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

k. Risk Management

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

1. Build Capacity of the PMC's and sensitize members of the community on operations of the fund.
2. Consider project proposals from the ward.
3. Ensure all projects considered for funding meet the requirements of Section 24 of the NG-CDF Act, 2015 as amended in 2016.
4. Ensure project proposals submitted to the Board include detailed budget proposals, procurement plans & work plans.
5. Consult with relevant government departments to ensure cost estimates of projects are realistic.
6. Ensure all projects receive adequate funding and are completed within 3 years
7. Monitor the Implementation of projects.
8. 8. Ensure formation of PMC's, opening of bank accounts, project implementation and closure of projects.
9. Enter into performance contracting with the Board on an annual basis.
10. Receive returns from PMC's.
11. Receive and address all complaints concerning the implementation of projects.
12. Ensure the Committee does not enter into commitments for which funding has not been allocated.

7. Management Discussion and Analysis

Sirisia NG-CDF management would like to provide a detailed analysis of its performance in the various areas of operation and financial as follows;

a) Key Projects

Sirisia NG-CDF has been able to undertake key projects that will go into improving the infrastructure standards and also providing job opportunities to the residents of Sirisia.

The completion of renovation of Sirisia DCI Offices within Sirisia Town will also provide the much needed security for the residents of Sirisia ward and Sirisia constituency at large.

The Fund has also been able to construct additional classrooms in the various primary and secondary schools, key among them are the complete 4 number classrooms in Kulisiru Primary School, Tororo Primary School, Wapukha Primary School, Sibumba Primary School and Matibo Primary School. The classrooms have been able to decongest the learning space for the students and provide conducive working area for the teachers and administrators of the schools. They have also reduced the pressure on additional land for the institutions which has been a great challenge.

Digital Hub Centre is one critical project that Sirisia is looking forward to implement in FY 2024/2025. The project will be located in Lwandanyi Ward. The project will provide various services to the locals more so internet and online jobs for the youth in Sirisia constituency and beyond.

A part from the key projects indicated above, Sirisia NG-CDF has equally provided infrastructure to various institutions across the constituency.

Electricity is also a critical need to the residents of Sirisia Constituency and Sirisia NG-CDF has been able to assist through matching fund with Rural Electrification and Renewable Energy Corporation (REREC). Through this program, over 3500 residents have been able to benefit through transformer maximization.



Figure 1: On-going construction of modern 1500 capacity dining hall at Chwele Girls High school

b) Compliance with statutory requirements.

Sirisia NG-CDF is an entity that is fully guided by the constitution of Kenya 2010, NG-CDF Act 2015, PFM Act 2012, PPADA 2015 and many other relevant laws and has been in full compliance of the same.

For instance schedule four of the constitution 2010 has outlined the roles of National Government and County Government and in no instance has Sirisia been cited for non-compliance.

Sirisia NG-CDF has been able to equally meet its obligations for instance payment of taxes like VAT withholding tax from contactors, Pay As You Earn Tax and Withholding Tax as required and further commits to operate within the law even to the future.

c) Sector Performance

Sirisia NG-CDF has been operational since 2013 but would provide financial analysis for the past five years on how much the entity has received and spend in the various critical sectors being Education and Security.

Financial Year	Allocation	Amount Disbursed	Percentage
2020-2021	137,088,879	137,088,879	100%
2021-2022	137,088,879	137,088,879	100%
2022-2023	131,342,462	131,342,462	100%
2023-2024	157,825,629	157,825,629	100%
2024-2025	161,497,759	149,000,000	92%
Total	724,843,608	712,345,849	

From the above data, Sirisia NG-CDF has been able to receive a total of Kshs **712,345,849** as at 30.06.2025 for the last five financial years. The resources has been utilized to improve the various sectors in terms of infrastructure and provision of bursaries to needy students in secondary and tertiary institutions.

The below table further illustrates the expenditure performance of Sirisia NG-CDF in the past two years;

Financial Year	Sector	Budget	Expenditure
2024-2025	Education-Projects	148,648,167	39,243,400
	Education-Bursary	71,380,814	71,380,094
	Security Projects	1,000,000	0
2023-2024	Education-Projects	130,143,096	100,205,353
	Education-Bursary	71,712,305	64,980,435
	Security Projects	9,622,811	8,622,811
	Total	432,507,193	284,432,093

Sector	Sector Budget	Percentage
Education	421,884,382	98%
Security	10,622,811	2%
	432,507,193	

Based on the above information for the last two financial years; the key consumer of the resources is Education sector with an average of 98% of the entire allocation and secondly the security sector with average of 2%. This is an indicator that the Fund has put more efforts in improving the academic standards of Sirisia constituency through both the infrastructure and bursaries to needy students studying in various institutions.

Further from the above analysis, it is important to note that the Fund has been able to serve the rural communities and be able to improve on the living standards of the people, poverty

eradication being one of its key objective. The management advocates for more resource allocation to further improve on its mandate.

d) Review of the Economy, Sector and Future Developments

The Kenyan Economy has not been doing well in the past years due to the many factors such as the Covid 2019 that reduce the business growth and hence revenue collection. NG-CDF as a fund was equally affected by the same whereby the cost of implementing projects increased hence affecting completion timelines and even the budget process.

In the last three years there has been improvement in the revenue growth which has led to increased budgetary allocation of the Fund even at the constituency level. This has been elaborated in the above table.

With the intention to entrench the Fund in the Kenyan Constitution, there is a good chance that in the future the Fund will grow and be able to spur more economic growth at the constituency level. Sirisia NG-CDF has put in place mechanisms through its strategic plan to ensure more projects are implemented within the next three years.

FUND ACCOUNT MANAGER
SIRISIA NG - CDF
P.O. BOX 59 02 18
SIRISIA

Name BERTH AKHROG
Fund Account Manager

8. Environmental and Sustainability Reporting

Sirisia 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 Security Sector Support, and Climate mitigation. This pillar also makes special provisions for constituents with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

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

- a. **Education and Training:** Sirisia 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.

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2. Environmental performance

Sirisia Constituency is committed to promoting sustainable environmental practices in line with the NG-CDF's environmental policy.

The constituency strives to integrate environmental conservation into all development projects to ensure minimal negative impact and enhance sustainable growth.

The following environmental initiatives have been undertaken by the constituency:

- **Policy adherence:** All projects funded by the NG-CDF adhere strictly to environmental guidelines, ensuring proper waste disposal and minimizing disturbance to natural ecosystems during project implementation;
- **Tree planting initiatives:** The constituency carried out tree planting exercises in schools with a special emphasis on environmental conservation. The 2023/2024 budget targeted 29 schools in which the tree planting activities were to be carried out. In this financial year, implementation was effected in 17 schools. The remaining 12 schools undertook tree planting the following financial year, 2024/2025.
- **Climate mitigation sensitization:** The constituency conducted awareness campaigns and public forums aimed at educating residents on environmental conservation, involving local leaders, school representatives, and community groups. This was carried out in all the three wards.
- **Capacity building on youth drug abuse:** The NG-CDFC were taken through training workshops the sensitization of youths on drug and substance abuse. The committee members were empowered to implement strategies to alleviate drug abuse at the grassroots level through the following activities: Awareness campaigns; Stakeholder engagement; Peer education; Counselling; and Community forums.
- **Security:** The constituency remains committed to promoting sustainable development while safeguarding both the environment and public safety. Environmental initiatives have been implemented with integrated security considerations to ensure the protection of natural resources and community assets.

A budgetary allocation was made for the renovation of the DCI's office in the financial year 2023/2024. This was implemented the following year, 2024/2025. There have been so many challenges as regards environmental performance in Sirisia Constituency in the following areas:

- Budget constraints: Funding limitations hindered the full implementation of planned environmental projects;
- Encroachment and illegal activities: Inadequate enforcement has led to illegal dumping, sand harvesting, and deforestation in ecologically sensitive areas;
- Inadequate security coverage: Limited personnel and patrols in remote areas has made it difficult to safeguard tree planting sites, water resources and other environmental assets;
- Low community participation: Some community members lack awareness or interest in environmental protection, resulting in poor maintenance of shared environmental facilities;
- Climate related risks: Drought and unpredictable rainfall patterns have affected the survival of planted trees and increased environmental stress;
- Inadequate rehabilitation and counselling facilities for youth affected by drug abuse;
- Limited funding for social support and recovery programs for addicts;
- Resistance and stigma associated with youth openly involved in substance abuse;

To strengthen environmental sustainability and enhance the security of environmental assets, the constituency has outlined the following future plans for implementation:

- Advocate for increased funding: Engage stakeholders and development partners to secure additional resources for environmentally friendly infrastructure development;
- Introduce environmental monitoring: This will include establishing tracking systems for evaluating the survival of trees;
- Expand green initiatives: Extend tree planting and greening projects to market places and along roads to combat deforestation and improve biodiversity;
- Secure environmental projects: Fence off tree nurseries and waste collection points to prevent encroachment;
- Integrate anti-drug campaigns into school greening and community clean-up efforts;

- Establish youth resource and mentorship centres that combine life skills training with environmental education:
- Strengthen partnerships with NACADA, police, and faith-based organisations to expand outreach and rehabilitation efforts.

3. Employee welfare

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

Sirisia Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Sirisia 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

Sirisia 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.

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

.....
Name BERNARD ACHIKO
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-Sirisia 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-Sirisia 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- Sirisia 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.

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REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – SIRISIA 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 IPSAS financial statements of National Government Constituencies Development Fund – Sirisia Constituency set out on pages 1 to 68, which comprise of the statement of financial position as at 30 June, 2025 and the

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

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 IPSAS financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Sirisia 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 the Public Finance Management Act, 2012, the National Government Constituencies Development Fund Act, 2015 (Amended 2023) and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracy of the Statement of Changes in Net Assets

The statement of changes in net assets reflects net assets balance of Kshs.116,888,947 as at 30 June, 2025, which includes fund balance of Kshs.6,419,682, recognized assets and liabilities balances of Kshs.95,451,919 and Kshs.10,253,120, respectively and surplus for the year of Kshs.25,270,467. However, Management did not provide evidence on occurrence of revaluation of assets.

In the circumstances, the accuracy and completeness of net assets balance of Kshs.116,888,947 reflected in the statement of changes in net assets could not be confirmed.

2. Unconfirmed Opening Cash and Cash Equivalents Balance

The statement of financial position as disclosed in Note 19 to the financial statements reflects opening cash and cash equivalents balance of Kshs.60,178,276 as at 01 July, 2024, which includes Project Management Committee (PMC) account balances of Kshs.53,758,594. However, previous year audited financial statements for the year ended 30 June, 2024 reflects PMC accounts balance of Kshs.48,758,594 resulting to unexplained variance of Kshs.5,000,000.

In the circumstances, the accuracy and completeness of opening cash and cash equivalents balance of Kshs.53,758,594 as at 01 July, 2024 could not be confirmed.

3. Unsupported Bursary Disbursements

The statement of financial performance reflects other grants and transfers expenditure amounting to Kshs.74,483,594, comprising of bursaries of Kshs.37,999,280 to secondary schools, Kshs.29,693,061 to tertiary institutions, and Kshs.3,687,753 to special schools,

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

all totalling Kshs.71,380,094, as disclosed in Note 14 to the financial statements. However, bursary disbursements totalling Kshs.10,265,494 were not supported by acknowledgement receipts from the beneficiary institutions.

In the circumstances, the accuracy and completeness of the bursary payments amounting to Kshs.10,265,494 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 – Sirisia Constituency Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.262,588,598 and Kshs.250,090,838 respectively, resulting in under-funding of Kshs.12,497,760 or 5% of the approved budget. Similarly, the Fund expended an amount of Kshs.134,882,782 against the budget of Kshs.262,588,598 resulting in under-expenditure of Kshs.127,705,816 or 49% of the approved budget.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Matters

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

Other Information

Management is responsible for the Other Information set out on page iv to xxxix which comprise of Key Constituency Information and Management, NGCDF Committee, NGCDFC Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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. Non-Compliance with Transition from Cash to Accrual Accounting Framework

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

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

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

2. Failure to Return Project Management Committee (PMC) Bank Balances

Annex 2 to the financial statements reflects Project Management Committee (PMC) bank balances of Kshs.114,173,601 as at 30 June, 2025. However, the PMCs did not return the unutilized bank balances to the Constituency account for completed projects as required by Section 12(8) of the National Government Constituencies Development Fund Act, 2015 (Amended 2023). Further, Annex 2 to financial statements did not indicate the status of projects (whether completed or ongoing) for which these balances were disclosed.

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

3. Failure to Provide Project Implementation Status Report

Project implementation status report for the financial year 2024/2025 was not provided for audit review contrary to Regulation 104(1) of the Public Finance Management (National Government) Regulations, 2015 which states that all receipts and payment vouchers of public moneys shall be properly supported by pre-numbered receipt and shall be supported by the appropriate authority and documentation.

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

4. Outstanding Tax Arrears Owed to Kenya Revenue Authority

Following a tax audit covering the five-year period from 2014 to 2018, the Fund was assessed to have tax arrears amounting to Kshs.771,509 which had not been settled as at 30 June, 2025. Further, the tax liability was not disclosed in the financial statements.

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

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 Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Appendix I

Unresolved Prior Audit Matters

Reference No. of Auditor-General's Report	Observation
	Report on the Financial Statements
1	Unsupported Bursary Disbursements
2	Unsupported Project Management Committee Balances
3	Unconfirmed Ownership Documents
	Emphasis of Matter
	Budgetary Control and Performance
	Report on Lawfulness and Effectiveness in the Use of Public Resources
1	Projects Implementation Status
2	Stalled Project at St. Antony Secondary School
3	Stalled Project at AC Butonge Secondary School

of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

27 November, 2025


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


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

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

Approval of the financial statements

The NGCDF- Sirisia Constituency financial statements were approved and signed by the Accounting Officer on 23/10/ 2025.


.....
Name: DAVID WATWATI
Chairman – NGCDF Committee


.....
Name: 
Fund Account Manager

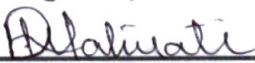
National Government Constituencies Development Fund (NGCDF)
Sirisia Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025


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


	Note	2024-25 FY
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	161,497,760
Transfers from domestic and foreign partners	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	-
Total revenue		161,497,760
Expenses		
Employee costs	10	5,388,097
Committee expenses	11	4,056,000
Use of Goods and Services	12	12,500,945
Other Government Units Actual expenditure	13	39,691,261
Other Grants and Transfers Actual expenditure	14	74,483,594
Depreciation and amortization expense	15	107,395
Digital Hubs Expenses Actual expenditure	16	-
Total expenses		136,227,293
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		25,270,467

The Constituency financial statements were approved by the NGCDFC on 23/6/2025 2025

and signed by:


 Chairman NG-CDF
 Committee
 Name: DAVID
 WATWATI


 National Sub-County
 Accountant
 Name: Felix Emolem
 ICPAK M/No: 11731


 Fund Account Manager
 Name: BETH Achiro

FUND ACCOUNTING MANAGER
 SIRISIA NGCDF
 P.O. BOX 1208
 SIRISIA

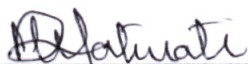
*National Government Constituencies Development Fund (NGCDF)
Sirisia Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*


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

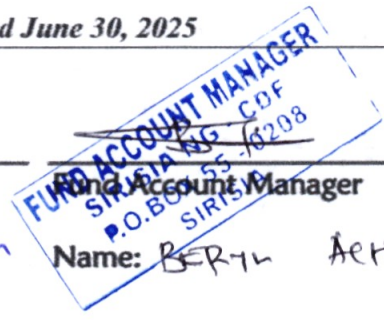
	Note	2024-25 FY Kshs	2023-2024 Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	115,208,057	60,178,276
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	12,497,760	40,912,562
Prepayments	22	150,626	-
Total Current Assets		127,856,443	101,090,838
Non-Current Assets			
Property, Plant and Equipment	23	673,367	780,763
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		673,367	780,763
Total Assets (A)		128,529,810	101,871,601
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third Party Deposits	27	10,496,408	10,048,547
Lease Liabilities	28	-	-
Gratuity Provision	29	1,144,454	204,573
Total Current Liabilities		11,640,862	10,253,120
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		11,640,862	10,253,120
Net Assets (A-B)		116,888,948	91,618,481
Represented by:			
Revaluation Reserves		116,888,947	91,618,481
Accumulated Surplus			
Total Net Assets		116,888,947	91,618,481

The Constituency financial statements set out on pages SIRISIA to SIRISIA approved by NG CDFC on 23/10/2025 and signed by:

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


Chairman NG-CDF
Committee
Name: DAVID
WATWATI


National Sub-County
Accountant
Name: Felix Enolem
ICPAK M/No: 11731


Fund Account Manager
Name: BERTH AETHILOG

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

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

Description	Revaluation Reserves	Accumulated surplus/Deficit	Total
		Kshs	Kshs
Fund Balance as at 30 th June 2024	6,419,682	-	6,419,682
Adjustments			
Recognition of Assets	95,451,919		95,451,919
Recognition of Liabilities	10,253,120		10,253,120
As at July 1, 2025	91,618,481		91,618,481
Surplus/(Deficit) For the Period	25,270,467		25,270,467
Revaluation Gain/Loss	-	-	-
As at June 30, 2025 (current year)	116,888,947	-	116,888,947

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

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

	Notes	2024-25 FY
		Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		189,912,562
Transfers from domestic and foreign partners		-
Finance income		-
Miscellaneous income		-
Total Receipts		189,912,562
Payments		
Employee costs		4,448,216
Committee expenses		4,006,000
Use of Goods and Services		12,701,571
Other Government Units Certified Works		39,243,400
Other Grants and Transfers		74,483,594
Digital Hubs Expenses		-
Total Payments		134,882,782
Net Cash Flows from/ (used in) Operating Activities	30	55,029,780
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		55,029,780
Cash Flows from Financing Activities		
Lease Payment		-
Net Cash Flows from Financing Activities		55,029,780
Cash and cash equivalents at 1 July	19	60,178,276
Cash and cash equivalents at 30 June	19	115,208,056

*National Government Constituencies Development Fund (NGCDF)
Sirisia 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
	2024-25 FY	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2024-25 FY	2024-25 FY		
Revenue							
Transfers From the NGCDF Board	161,497,760	60,178,276	40,912,562	262,588,598	250,090,838	12,497,760	95.24%
Transfers from domestic and foreign partners	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	-	-	
Totals	161,497,760	60,178,276	40,912,562	262,588,598	250,090,838	12,497,760	95.24%
Expenses							
Employee costs	5,495,136	-	413,708	5,908,844	4,448,216	1,460,628	75.28%
Committee expenses	2,948,000	-	66,000	3,014,000	4,006,000	(992,000)	132.91%
Use of Goods and Services	6,091,662	-	1,144,066	7,235,728	12,701,571	(5,465,843)	179.89%
Other Government Units Certified Works	64,663,977	55,582,762	28,401,428	148,648,167	39,243,400	109,404,767	26.40%
Other Grants and Transfers	73,098,982	2,538,738	10,885,211	86,522,931	74,483,594	12,039,337	86.08%
Acquisition of assets	-	-	2,149	2,149	-	2,149	0.00%
Digital Hubs Expenses	9,200,003	-	-	9,200,003	-	9,200,003	0.00%

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	A	b		C=(a+b)	d	e=(c-d)	f=d/c*100
	<i>2024-25 FY</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>2024-25 FY</i>	<i>2024-25 FY</i>		
Funds Pending Approval**	-	2,056,776	-	2,056,776	-	2,056,776	0.00%
Total Expenditure	161,497,760	60,178,276	40,912,562	262,588,598	134,882,782	127,705,816	
Surplus for the period	-	-	-	-	115,208,056	(115,208,056)	

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

Explanatory Notes.


Employee costs (75.28%), Other Government Units Certified Works (26.4%), Other Grants and Transfers (86.08%), and Acquisition of assets, Others, Digital Hubs Expenses with (0%) respectively because some funds had not been disbursed by NG-CDF Board.

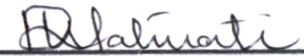
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	127,705,816
Less undisbursed funds receivable from the Board as at 30 th June 2025	12,497,760
Cash and Cash Equivalents at the end of the 30 th June 2025	115,208,056

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 23/10/2025 and signed by:

FUND ACCOUNT MANAGER
SIRISIA NG-CDF
P.O. BOX 105-0208
SIRISIA

Fund Account Manager
Name: BERYL ACHIEDY


National Sub-County Accountant
Name: Felix Kmolem
ICPAK M/No: 11731


Chairman NG-CDF Committee
Name: DAVID WATWATI

National Government Constituencies Development Fund (NGCDF)
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16. Budget Execution by Sectors And Projects For The Year Ended 30th June 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	5,495,136		413,708	5,908,844	4,448,216	1,460,628
1.2 Committee allowances	1,748,000		66,000	1,814,000	2,370,000	(556,000)
1.3 Use of goods and services	2,446,730		234,948	2,681,678	5,015,130	(2,333,452)
Sub-total	9,689,866	-	714,656	10,404,522	11,833,346	(1,428,824)
2.0 Monitoring and evaluation						
2.1 Capacity building	-			-	4,589,040	(4,589,040)
2.2 Committee allowances	1,200,000	-	-	1,200,000	1,636,000	(436,000)
2.3 Use of goods and services	3,644,932		734,118	4,379,050	3,097,401	1,281,649
Sub-total	4,844,932	-	734,118	5,579,050	9,322,441	(3,743,391)
3.0 Emergency						
unutilized	8,499,879			8,499,879		8,499,879
KATOMEI PRIMARY SCHOOL	-	1,298,975		1,298,975		1,298,975
KABKARA PRIMARY	-	1,239,763		1,239,763		1,239,763

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
SCHOOL						
Sub-total	8,499,879	2,538,738	-	11,038,617	-	11,038,617
4.0 Bursary and Social Security						
4.1 Primary Schools				-		-
4.2 Secondary Schools	38,000,000		-	38,000,000	37,999,280	720
4.3 Tertiary Institutions	23,000,000		6,693,061	29,693,061	29,693,061	-
4.4 special needs	3,599,103		88,650	3,687,753	3,687,753	-
4.5 Education Support Programmes				-		-
4.6 Social Security				-		-
Sub-total	64,599,103	-	6,781,711	71,380,814	71,380,094	720
5.0 Environment						
Lukaala primary school			54,375	54,375	54,375	-
karibuni girls sec			54,375	54,375	54,375	-
ndakaru primary school			54,375	54,375	54,375	-
yabeko primary school			54,375	54,375	54,375	-
sibumba primary school			54,375	54,375	54,375	-
toloso primary school			54,375	54,375	54,375	-
namutokholo primary			54,375	54,375	54,375	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
school						
kikai boys primary school			54,375	54,375	54,375	-
masaba primary school			54,375	54,375	54,375	-
butonge sec			54,375	54,375	54,375	-
nambuya primary school			54,375	54,375	54,375	-
malakisi ACK Primary school			54,375	54,375	54,375	-
malakisi muslim sec			54,375	54,375	54,375	-
matumbayi primary school			54,375	54,375	54,375	-
chebukuyi primary school			54,375	54,375	54,375	-
KATOMEI PRIMARY SCHOOL			54,375	54,375	54,375	-
mayekwe primary school			54,375	54,375	54,375	-
kamunyongole primary school			54,375	54,375	54,375	-
bukiabi primary school			54,375	54,375	54,375	-
machakha primary school			54,375	54,375	54,375	-
BISUNU PRIMARY SCHOOL			54,375	54,375	54,375	-
namawanga primary school			54,375	54,375	54,375	-
malinda primary school			54,375	54,375	54,375	-

National Government Constituencies Development Fund (NGCDF)
Sirisia Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
matibo primary school			54,375	54,375	54,375	-
munyanganyi primary school			54,375	54,375	54,375	-
tamulega primary school			54,375	54,375	54,375	-
bukokholo primary school			54,375	54,375	54,375	-
kaprot primary school			54,375	54,375	54,375	-
lwandanyi sec			54,375	54,375	54,375	-
grassroot sensitisation on climate			1,526,625	1,526,625	1,526,625	-
				-		
Sub-total	-	-	3,103,500	3,103,500	3,103,500	-
6.0 Primary Schools Projects						
Lurare Primary School	2,400,000			2,400,000		2,400,000
Kasiamo Primary School	2,400,000			2,400,000		2,400,000
Chwele Boys Primary	2,400,000			2,400,000		2,400,000
Nambuya Ack Primary School	2,400,000			2,400,000		2,400,000
Kibeu Primary School	2,400,000			2,400,000		2,400,000
Namangofulo Primary School	2,400,000			2,400,000		2,400,000
Matunda Primary School	2,400,000			2,400,000		2,400,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kamunyongole Primary School	2,500,000			2,500,000		2,500,000
Chebukutumi Primary School	2,400,000			2,400,000		2,400,000
Lwakhakha Primary School	3,600,000			3,600,000		3,600,000
Namundi Primary School	2,400,000			2,400,000		2,400,000
Mufungu Primary School	2,400,000			2,400,000		2,400,000
Machakha Primary School	2,400,000			2,400,000		2,400,000
Kulisiru Primay School				-		-
Musieba Primary School		145,660		145,660	(124,880)	270,540
Chongoyi Primary		590,349		590,349	589,000	1,349
Chenjeni Sa Primary School		405,374		405,374	231,156	174,218
Kapkanai Primar School		71,939		71,939	-	71,939
Kikai Primary School		494		494	-	494
Kulisiru Primay School		4,798,975		4,798,975	4,636,075	162,900
Tororo Primary School		2,398,975	2,400,000	4,798,975	2,396,928	2,402,047
Sibumba Primary School		2,398,975		2,398,975	2,397,505	1,470
Munyanganyi Primary School		2,398,975		2,398,975	2,399,614	(639)
Londo Primary School		3,598,975		3,598,975	3,552,676	46,299

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Komiria Primary School		2,398,975		2,398,975	2,393,325	5,650
Kabendo Primary School		2,398,975		2,398,975	2,405,613	(6,638)
Yabeko Sa Primary School		2,398,975		2,398,975	2,277,631	121,344
Wapukha Primary School		2,398,975		2,398,975	2,394,545	4,430
Malakisi Muslim Primary School		2,398,975		2,398,975	2,262,020	136,955
Bisunu Primary School		2,398,975		2,398,975	2,334,999	63,976
Malinda Fym Primary School		2,285,933		2,285,933	2,158,342	127,591
Mutonyi Primary School		2,400,000		2,400,000	2,394,822	5,178
Matibo Primary School		2,400,000		2,400,000	2,195,937	204,063
Namawanga Primary School		2,400,000		2,400,000	2,348,092	51,908
Namangofulo Primary School				-	-	-
Tororo Primary School				-	-	-
Kabkara Primary School			2,400,000	2,400,000	-	2,400,000
Lwakhakha Porimary School				-	-	-
Namundi Primary School				-	-	-
Chebukutumi Primary				-	-	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
School						
Kamunyongole Primary School				-	-	-
Matunda Ack Primary School				-	-	-
Nambuya Primary School				-	-	-
Lulare Primary Scxhool				-	-	-
Mufungu Primary School				-	-	-
Machakha R.C Primary School				-	-	-
Kasiamo Primary School				-	-	-
Chwele Boys Primary School				-	-	-
Kibeu Primary School				-	-	-
Namangofulo Primary School				-	-	-
Sub-total	32,500,000	40,688,474	4,800,000	77,988,474	39,243,400	38,745,074
7.0 Secondary Schools Projects (List all the Projects)						
chwele girls high school	9,500,000			9,500,000		9,500,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
karibuni girls secondary school	15,000,000			15,000,000		15,000,000
malakisi muslim secondary school	3,600,000			3,600,000		3,600,000
toloso secondary school	4,063,977			4,063,977		4,063,977
BUTONGE SECONDARY SCHOOL		4,076,731		4,076,731		4,076,731
SIRISIA SECONDARY		6,287,755	2,200,000	8,487,755		8,487,755
CHWELE GIRLS		1,577,642	13,401,428	14,979,070		14,979,070
LWANDANYI SECONDARY SCHOOL		2,952,160		2,952,160		2,952,160
KARIBUNI GIRLS SEC SCHOOL			8,000,000	8,000,000		8,000,000
Sub-total	32,163,977	14,894,288	23,601,428	70,659,693	-	70,659,693
8.0 Tertiary institutions Projects (List all the Projects)						
				-		-
				-		-
Sub-total	-	-	-	-	-	-
9.0 Security Projects						-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
sirisia DCI office			1,000,000	1,000,000		1,000,000
	-		-	-		-
				-		-
Sub-total	-	-	1,000,000	1,000,000	-	1,000,000
10.0 Acquisition of assets						
10.1 Motor Vehicles (including motorbikes)			-	-		-
10.2 Purchase of furniture and fittings			2,149	2,149		2,149
10.3 Construction of CDF office				-		-
Sub-total	-	-	2,149	2,149	-	2,149
11.0 Digital Hub						
sirisia digital hub	9,200,003	-	-	9,200,003		9,200,003
Sub-total	9,200,003	-	-	9,200,003	-	9,200,003
12.0 Others						
biodigester in education office						
Strategic Plan	-	-	175,000	175,000		175,000
Sub-total	-	-	175,000	175,000	-	175,000
Funds pending approval**						

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
unapproved projects		-		-		-
AiA	-	2,056,776		2,056,776		2,056,776
Sub-total	-	2,056,776	-	2,056,776	-	2,056,776
Total	161,497,760	60,178,276	40,912,562	262,588,598	134,882,782	127,705,816

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

17. Notes to the Financial Statements

1. General information

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

2. Statement of Compliance and Basis of Preparation

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 Sirisia 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 Sirisia 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.

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	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p><i>Not Available</i></p>
IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>

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	Not Available
IPSAS 45: Property Plant and Equipment	<p>Applicable 1st January 2025</p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p>Not Available</p>
IPSAS 46: Measureme nt	<p>Applicable 1st January 2025</p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p>Not Available</p>
IPSAS 47: Revenue	<p>Applicable 1st January 2026</p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions,</p>

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	<p>IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p>Not Available</p>
<p>IPSAS 48: Transfer Expenses</p>	<p>Applicable 1st January 2026</p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p>Not Available</p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p>Applicable 1st January 2026</p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p>Not Available</p>
<p>IPSAS 50: Exploration For & Evaluation of Mineral Resources</p>	<p>Applicable 1st January 2027</p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements

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	understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. Not Available
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iii. Early adoption of standards

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

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 xx June 2025 for the period 1st July 2025 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

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

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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 recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the entity will incur in fulfilling the present obligations represented by the liability.

j) Contingent liabilities

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

k) Contingent assets

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

l) Employee benefits

Retirement benefit plans

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

m) Foreign currency transactions

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

Related parties

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

n) Cash and Cash Equivalents

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

o) Comparative figures

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

p) Subsequent events

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

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.

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6. Transfers from the NGCDF Board

Description	2024-2025
	Kshs
NGCDFB Transfers (Allocation for the FY)	161,497,760
Total	161,497,760

7. Transfers from domestic and foreign partners

Description	2024-2025
	Kshs
Grants	-
Total	-

8. Finance income

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

9. Miscellaneous income

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

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10. Employees cost

	<i>2024-2025</i>
	Kshs
NG-CDFC Basic staff salaries	3,320,393
Personal allowances paid as part of salary	-
House Allowance	312,000
Transport Allowance	312,000
Leave allowance	-
Gratuity to contractual employees	939,881
Employer Contributions Compulsory national social security schemes	184,720
Employer Contributions Compulsory Housing levy	54,814
Employer contributions to National Industrial Training Authority	-
Other Specify	264,290
Total	5,388,097

11. Committee Expenses

	<i>2024-2025</i>
	Kshs
Sitting allowance	2,370,000
Other Committee expenses	1,686,000
Total	4,056,000

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12. Use of Goods and services

	<i>2024-2025</i>
	Kshs
Utilities, supplies and services	564,550
Communication, supplies and services	246,533
Domestic travel and subsistence	1,922,400
Printing, advertising and information supplies & services	95,440
Office Rent	-
Training expenses	110,000
Hospitality supplies and services	2,506,640
Insurance costs	30,224
Specialized materials and services	-
Office and general supplies and services	4,163,100
Fuel, oil & lubricants	2,022,843
Bank charges	106,630
Routine maintenance – vehicles and other transport equipment	732,584
Routine maintenance – other assets	-
Strategic plan expenses	-
Other operating expenses	-
Total	12,500,945

13. Other Government Units Actual expenditure

Description	<i>2024-2025</i>
	Kshs
Primary Schools Actual expenditure	39,691,261
Secondary Schools Actual expenditure	-
Tertiary Institutions Actual expenditure	-
Total	39,691,261

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14. Other Grants and transfers Actual expenditure

	2024-2025
	Kshs
Bursary – secondary schools	37,999,280
Bursary – tertiary institutions	29,693,061
Bursary – special schools	3,687,753
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual expenditure	-
Climate change mitigation projects	3,103,500
Emergency projects Actual expenditure	-
Roads projects Actual expenditure	-
Others specify	-
Total	74,483,594

15. Depreciation and Amortization Expenses

Description	2024-2025
	Kshs
Property Plant and Equipment	107,395
Intangible Assets	-
Total	107,395

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

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17. Gain/loss on Sale of Assets

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

18. Impairment Loss

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

19. Cash and Cash Equivalents

Name Of Bank and Account No.	2024-2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
<i>Co-Operative Bank, Account No. 01120050350800 (Operations account)</i>	121,253	6,419,682
<i>Operations account pending closure (Indicate name & account no.) N/A</i>	-	-
<i>Co-Operative Bank, account No. 01101112601001 (Deposit account)</i>	913,202	-
<i>Co-Operative Bank, account No. (PMC accounts)</i>	114,173,601	53,758,594
Total	115,208,057	60,178,276
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations <i>(Specify)</i>	-	-
Total	-	-

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20. Receivables from Exchange Transactions

Description	2024-2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Total receivables		
Other exchange debtors (<i>Specify</i>)	-	-
Less: impairment allowance	-	-
Total receivables	-	-
a. Current receivables	-	-
b. Non-current receivables	-	-
Total Receivables (a+b)	-	-

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

i. Ageing Analysis for Receivables

Description	2024-2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
	2024-2025	% of the total	Opening Balance	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (a+b)	-	%	-	%

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21. Receivables from Non-Exchange Transactions

Description	2024-2025		Opening Statement 1- July 2024	
	Kshs		Kshs	
Transfers from NGCDFB	12,497,760		40,912,562.00	
Outstanding imprest	-		-	
Total	12,497,760		40,912,562	
Ageing Analysis- Receivables from non-exchange transactions	Insert Current FY	% of the total	Opening Balance	% of the total
Less than 1 year	-	%	-	%
Between 1-2 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-	%	-	%

22. Prepayments

Description	2024-2025		Opening Statement 1- July 2024	
	Kshs		Kshs	
Prepaid Rent	-		-	
Prepaid Insurance	150,626		-	
Prepaid Electricity Costs	-		-	
Other Prepayments (<i>Specify</i>)	-		-	
Total	150,626		-	

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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 1 st July 2024	-	-	-	828,300	80,000	-	-	908,300
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	828,300	80,000	-	-	908,300
Depreciation And Impairment	-	-	-			-	-	
Opening Depreciation	-	-	-	103,538	24,000	-	-	127,538
Depreciation	-	-	-	90,595	16,800	-	-	107,395
Disposals	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	194,133	40,800	-	-	234,933
Net Book Values	-	-	-			-	-	
Opening Bal as at 1 st July 2024	-	-	-	724,763	56,000	-	-	780,763
As At 30th June 2025	-	-	-	634,167	39,200	-	-	673,367

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Valuation

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

22 b) Property, Plant and Equipment at Cost

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

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

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

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

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24. Intangible Assets

Description	2024-2025
	Kshs
Cost	
Opening balance at 1 st July 2025	-
Additions	-
Disposal	-
At end of the 2025	-
Amortization and impairment	
At beginning of the year	-
Amortization	-
At end of the year	-
Impairment loss	-
At end of the year	-
NBV at July 1 st 2025	-
NBV at June 30th 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 2025 (Comparative Period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 2025 (Current FY)	-	-	-	-
Accumulated Depreciation				
As At 1 July 2025 (Comparative period)	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2025 (Comparative period))	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2025 (Current FY)	-	-	-	-

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

26. Trade and Other Payables

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

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27. Third-Party deposits

	<i>2024-2025</i>	<i>Opening Balance 1st July 2024</i>
	KShs	
Retention as at 1 st July (A)	10,048,547	-
Retention held during the year (B)	3,952,998	10,048,547.00
Retention paid during the Year (C)	3,505,137	-
Closing Retention as at 30th June D= A+B-C	10,496,408	10,048,547

Retentions aging analysis.

	2024-2025	% of the total	2023-2024	% of the total
Less than 1 year	10,496,408	100%	10,048,547	100%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	10,496,408	100	10,048,547	

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

28. Lease Liabilities

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

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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	2024-2025	
	Kshs	
Gratuity at the beginning of the year 1 st of July	204,573	204,573.00
Gratuity held during the year	939,881	-
Gratuity paid during the year	-	-
Total Gratuity Provision 30th June (A+B-C)	1,144,454	204,573.00

30. Cash Generated from Operations

	2024-2025
	Kshs
Surplus/Deficit for the year	25,270,467
Adjusted for:	
Depreciation	107,395
Impairment	-
Gains and losses on disposal of assets	-
Working capital adjustments	
Increase/decrease in receivables	(28,264,176)
Increase/decrease in payables	(1,387,782)
Net cash flow from operating activities	55,029,780

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

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:

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i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June (2024-25 FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	12,497,760	12,497,760	-	-
Bank balances	115,208,057	115,208,057	-	-
Total	127,705,817	127,705,817	-	-
As at 30 June (2023-24 FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	40,912,562	40,912,562	-	-
Bank balances	60,178,276	60,178,276	-	-
Total	101,090,838	101,090,838	-	-

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

Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has significant concentration of credit risk on amounts due from SIRISIA. 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				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	10,496,408	10,496,408
Deferred income	-	-	-	-
Gratuity Provision	-	-	1,144,454	1,144,454
Total	-	-	11,640,862	11,640,862
As at 30th June 2024				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-

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Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Provisions	-	-	10,048,547	10,048,547
Deferred income	-	-	-	-
Employee benefit obligation	-	-	204,573	204,573
Total	-	-	10,253,120	10,253,120

iii) Market risk

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

a) Foreign currency risk

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

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denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

2024-2025

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

Foreign currency sensitivity analysis

2024-2025

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

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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
2024-2025			
Euro	10%	N/A	N/A
USD	10%	N/A	N/A
2023-2024			
Euro	10%	N/A	N/A
USD	10%	N/A	N/A

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs SIRISIA (Current FY: Kshs SIRISIA). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs SIRISIA (Current FY – Kshs SIRISIA)

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:

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Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 June 2025				
Financial Assets				
Quoted Equity Investments	N/A	N/A	N/A	N/A
Non- Financial Assets				
Investment Property	N/A	N/A	N/A	N/A
Land And Buildings	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A
As at 30th June 2024				
Financial Assets				
Quoted Equity Investments	N/A	N/A	N/A	N/A
Non- Financial Assets				
Investment Property	-	-	-	-
Land And Buildings	-	-	-	-
Total	-	-	-	-

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

iv) Capital Risk Management

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

Description	Period Ending June 2025	<i>2023-2024</i>
	Kshs	Kshs
Revaluation Reserve	N/A	N/A
Retained Earnings	N/A	N/A
Capital Reserve	N/A	N/A
Total Funds	N/A	N/A
Total Borrowings	N/A	N/A
Less: Cash and Bank Balances	N/A	N/A
Net Debt/(Excess Cash And Cash Equivalentents)	-	-
Gearing	N/A	N/A

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Related Party Disclosures

	<i>Period Ending June 2025</i>	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	2,370,000	2,382,000
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	161,497,760	170,912,562
Total	163,867,760	173,294,562

32. Segment Information

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

33. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	2024-2025	2023-2024
	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	N/A	N/A
Assets Arising from Determination Of Court Cases	N/A	N/A
Reimbursable Indemnities and Guarantees	N/A	N/A
Receivables From Other Government Entities	N/A	N/A
Others (Specify)	N/A	N/A
Total	N/A	N/A

(Give details)

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Contingent Liabilities

Description	2024-2025	2023-2024
	Kshs	Kshs
Contingent Liabilities	N/A	N/A
Court Case xx against the Entity	N/A	N/A
Bank Guarantees in Favour of Subsidiary	N/A	N/A
Contingent Liabilities arising from Contracts Including PPPs	N/A	N/A
Others (Specify)	N/A	N/A
Total	N/A	N/A

34. Capital Commitments

Capital Commitments	2024-2025	2023-2024
	Kshs	Kshs
Authorised for	N/A	N/A
Authorised and Contracted for	N/A	N/A
Total	N/A	N/A

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

35. Events after the Reporting Period

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

36. Ultimate And Holding Entity

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

37. Currency

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

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18. Annexes
 Annex 1: Summary of Asset Register

Asset class	Historical Cost/valuation cost balance brought forward (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	-
Buildings and structures	18,373,950	-	-	18373950
Transport equipment	9,811,000	-	-	9811000
Office equipment, furniture, and fittings	4,696,977	-	-	4696977
ICT Equipment and Other ICT Assets	1,427,180	-	-	1427180
Other Machinery and Equipment	867000	-	-	867000
Intangible assets	137,000	-	-	137000
Total	35,313,107	-	-	35,313,107

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

PMC	Bank	Account number	Bank Balance 2024-2025	Bank Balance 2023-2024
Musieba Primary School	Co-operative Bank	O1141049284400	270,540	145,660
Chongoyi Primary	Co-operative Bank	O1141049006900	1,349	590,349
Chenjeni Sa Primary School	Co-operative Bank	O1141049322300	517,779	748,935
Kapkanai Primar School	Co-operative Bank	O1141783964500	71,939	71,939
Kikai Primary School	Co-operative Bank	O1141783964500	494	494
Kulisiru Primay School	Co-operative Bank	O1141783964500	162,260	4,798,975
Tororo Primary School	Co-operative Bank	O1100493100001	(763)	2,398,975
Sibumba Primary School	Co-operative Bank	O1100490071001	1,470	2,398,975
Munyanganyi Primary School	Co-operative Bank	O1100496823001	(640)	2,398,975
Londo Primary School	Co-operative Bank	O1100492848002	46,300	3,598,975
Komiria Primary School	Co-operative Bank	O1100498760001	5,650	2,398,975
Kabendo Primary School	Co-operative Bank	O1100492991001	(429)	2,398,975
Yabeko Sa Primary School	Co-operative Bank	O1100115698001	223,463	2,398,975
Wapukha Primary School	Co-operative Bank	O1100490072001	4,430	2,398,975
Malakisi Muslim Primary School	Co-operative Bank	O1100492573001	138,457	2,398,975
Bisunu Primary School	Co-operative Bank	O1100115066001	178,846	2,398,975
Malinda Fym Primary School	Co-operative Bank	O1100494319002	138,323	2,285,933

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PMC	Bank	Account number	Bank Balance 2024-2025	Bank Balance 2023-2024
Mutonyi Primary School	Co-operative Bank	O1100492991001	4,997	-
Matibo Primary School	Co-operative Bank	O1100490059001	204,063	-
Namawanga Primary School	Co-operative Bank	O1102900972001	51,359	2,400,000
Namangofulo Primary School	Co-operative Bank	O1101878656001	2,400,000	-
Tororo Primary School	Co-operative Bank	O1100493100001	2,400,000	-
Kabkara Ack Primary School	Co-operative Bank	O1100115008001	2,400,000	-
Lwakhakha Porimary School	Co-operative Bank	O1100495967003	3,600,000	-
Namundi Primary School	Co-operative Bank	O1104090570001	2,400,000	-
Chebukutumi Primary School	Co-operative Bank	O1100115017001	2,400,000	-
Kamunyongole Primary School	Co-operative Bank	O1100115017001	2,500,000	-
Matunda Ack Primary School	Co-operative Bank	O1105353387001	2,400,000	-
Nambuya Primary School	Co-operative Bank	O1105350488001	2,400,000	-
Lulare Primary Scxhool	Co-operative Bank	O1101989287001	2,400,000	-
Mufungu Primary School	Co-operative Bank	O1100495763001	2,400,000	-
Machakha R.C Primary School	Co-operative Bank	O1100495737001	2,400,000	-
Kasiamo Primary School	Co-operative Bank	O1100490558001	2,400,000	-
Chwele Boys Primary School	Co-operative Bank	O1100492345001	2,400,000	-
Kibeu Primary School	Co-operative Bank	O1100494281001	2,400,000	-
Namangofulo Primary School	Co-operative Bank	O1101878656001	2,400,000	-

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PMC	Bank	Account number	Bank Balance 2024-2025	Bank Balance 2023-2024
Butonge Secondary School	Co-operative Bank	O1141050288200	4,076,731	4,076,731
Sirisia Secondary	Co-operative Bank	O1139049936102	6,287,755	6,287,755
Chwele Girls	Co-operative Bank	O1139049935702	11,577,642	1,577,642
Lwandanyi Secondary School	National bank	O1021054857300	2,952,160	2,952,160
Karibuni Girls Sec School	Co-operative Bank	O1100502888001	8,000,000	-
Chwele Girls Secondary School	Co-operative Bank	O1139049935702	4,000,000	-
St Anthony Sirisia Sec School	Co-operative Bank	O1139049936102	4,000,000	-
Malakisi Muslim Secondary School	Co-operative Bank	O1101904599001	3,600,000	-
Toloso Sec School	Co-operative Bank	O1101904599001	2,056,726	-
Toloso Sec School	Co-operative Bank	O1101904599001	4,063,977	-
Karibuni Girls Sec School	Co-operative Bank	O1100502888001	3,000,000	-
Chwele Girls High School	Co-operative Bank	O1139049935702	3,000,000	-
St Anthony Sirisia Sec	Co-operative Bank	O1139049936102	3,554,015	-
Namubila Chiefs Office	Co-operative Bank	O1141535967600	93,533	93,533
DCI Sirisia	Co-operative Bank	O1101902131001	1,000,000	-
Sub County Education Office Sirisia	Co-operative Bank	O1101888937001	600,000	-
Sirisia Digital Hub	Co-operative Bank	O1102001331001	4,000,000	-
Katomei Primary School	Co-operative Bank	O1100530205002	1,298,975	1,298,975
Kabkara Primary School	Co-operative Bank	O1100115008001	1,239,763	1,239,763
Chebukutumi Primary School	Co-operative Bank	O1100115017001	2,400,000	145,660
Total			114,168,146.00	53,758,594

Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Project Management Committee Bank Accounts-Note 19.4 and annex 5 to the financial statements reflect project management committee (PMC) bank accounts balance totaling Kshs. 48,758,594. However, the certificates of bank balances and bank reconciliation statements for the bank accounts were not provided for audit review.	The stamped PMC bank statements as at 30 th June 2024 were provided by the management at the time of Audit, however due to bank bureaucracy it took long before the PMC bank certificates to be provided by the bank during the audit period However, they have since been provided for verification.	Resolved	
2	Unexplained Variance in the Fund Balance brought forward: The statement of Assets and liabilities reflect fund balance brought forward of Kshs. 30,445,065 which differs	The management has noted the audit recommendation and revised the financial statements accordingly. The revised financial statements is available	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	with the Nil balance in Note 15 to the financial statements. In the standard of accuracy and completeness of the fund balance brought forward of Kshs. 30,445,065 could not be confirmed.	for audit verification.		
3	Unconfirmed ownership of land during the year the fund was disbursed an amount of Ksh. 1,000,000 to Kikai girls secondary school for the purchase of land measuring 0,6 acres. However, a title deed was not provided to confirm the ownership of the land	Acquiring a title deed is a process that takes some time. Land for Kikai girls was valued as required by law and a valuation report filed in the PMC file. The school is in the process of acquiring the title deed. The school principal has done a letter and PMC minutes to show that they are in contact with the seller and are in the process of getting the title deed soon	In process	One month
4.	Budgetary control and performance: The summary	The under-funding and under performance were brought by the	In process	One month

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	<p>statement of appropriation reflects approved final receipts budget and actual on comparable basis of Kshs.249,756,815 and Kshs. 208,844,253 respectively resulting to under-funding of Kshs. 40,912,562 or 16% of the budget. Similarly the fund expended Kshs 202,424,571 against an approved budget of Kshs. 247,700,038 resulting to under expenditure of Kshs 45,275,467 or 18% of the budget. Further the budget</p>	<p>delay in disbursement of funds from NG-CDF board, which brought by delay in disbursement of NG-CDF funds by the National Treasury. The unbalanced amount of Kshs. 2,056,777 was brought about by PMC bank balances that were reversed back to the main account as required by the law. Management is awaiting approval by the NG-CDF Board to</p>		

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	<p>was unbalanced by an amount of Kshs. 2,056,777. The underfunding and under expenditure affected the planned activities and may have impacted negatively on service delivery to the public.</p>			
5.	<p>Delay in project implementation:- During the year under review, the Fund had planned to implement 21 projects at a total cost of Kshs. 57,354,015. However, out of 21 projects only one project was on-going at St Anthony sirisia Secondary School with an approved amount of Kshs. 10,554,015 and the other 20 projects estimated to cost Kshs. 46,800,000 had</p>	<p>The management acknowledges the audit observation, however, as at 30th June 2024, 90% of the projects were at the procurement stage. The 10% was caused by challenges related to the fund disbursement and timing. It is also acknowledged that at the time of audit the 90% projects were all implemented as</p>	Resolved	

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	been approved by the Board but not commenced. In the circumstances, value for money from the 20 projects not implemented could not be confirmed	evidenced by the attached photos, Award and Acceptance letters from the contractors.		
6.	Failure to insure fixed and Movable Assets:- Annex 4 to the financial statements on summary of fixed assets register reflects total fixed assets balance of Kshs. 35,313,107. However, supporting documents to show whether the assets were insured against possible risks were not provided. This was contrary to section 36(3) of the National Government Constituency Development Act, 2015 (Ammended 2022) which requires all assets to be insured in the name of the	The management has acknowledged the audit observation on insurance of constituency assets. In the financial year 2023/24 there was no allocation for insurance of assets apart from the constituency Motor Vehicle. The management will allocate funds for the insurance of fixed assets in future.	Un Resolved	One month

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

FUND ACCOUNT MANAGER
 SIRISIA NG - CDF
 P.O. BOX 51208
 SIRISIA

Name **BERYL ACHENG.**
 Fund Account Manager.