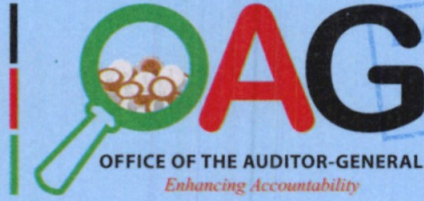


REPUBLIC OF KENYA



PARLIAMENT OF KENYA LIBRARY



REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 11 FEB 2026

DAY:
Wednesday

TABLED
BY:

Hon. (Dr.) Robert Rufosa
on behalf of leader of Majority

CLERK-AT

THE AUDITOR-GENERAL *Lonsale*

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – SAMBURU WEST
CONSTITUENCY**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

SAMBURU WEST CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025

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

OFFICE OF THE ATTORNEY GENERAL
STATE OF NEW YORK
13 NOV 2025
RECEIVED

Table of Contents	Page
1. Acronyms and Definition of Key Terms	ii
2. Key Constituency Information and Management	iii
3. NGCDF Committee.....	viii
4. NG-CDFC Chairman’s Report	xii
5. Statement of Performance Against Predetermined Objectives for FY2024/2025.....	xvi
6. Governance Statement	xviii
7. Management Discussion and Analysis	xxii
8. Environmental and Sustainability Reporting	xxv
9. Statement Of Management Responsibilities	xxx
10. Report Of the Independent Auditor on the NGCDF- Samburu West Constituency	xxxii
11. Statement of Financial Performance for the Year Ended 30th June 2025.....	1
12. Statement Of Financial Position As At 30th June, 2025.....	3
13. Statement of Changes in Net Assets for the year ended 30 June 2025	5
14. Statement Of Cash Flows for The Year Ended 30th June 2025	6
15. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025	8
16. Budget Execution by Sectors And Projects For The Year Ended 30 th June 2025	11
17. Notes to the Financial Statements	29
18. Annexes.....	71

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 Samburu West 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	Eric Munyao
2.	National Sub-County Accountant	Stephen Mwangi
3.	Chairman NGCDFC	Isaiah Lentunta
4.	Member NG CDFC	Christine Lelesit

(c) Fiduciary Oversight Arrangements

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

SAMBURU WEST NG-CDF OFFICE
OPPOSITE DEPUTY COUNTY COMMISSIONER OFFICE
ALONG MARALAL BAROGOI ROAD.

(e) NGCDF Samburu West Constituency Contacts

P.O. Box 450-20600
Telephone: (254) 722594319
E-mail: Samburuwestcdf.go.ke
Website: www.ngcdf.go.ke

(f) NGCDF Samburu West Constituency Bankers

1. Bank A. (Operations Account).
Samburu West NG-CDF Operational account
Equity Bank
Account Number: 1100276511144
P.o Box 300-20600
Maralal
2. Bank B. (Deposit account).
Samburu West NG-CDF Operational account
Equity Bank
Account Number: 110028547245
P.o Box 300-20600
Maralal
3. Bank C. (PMC Accounts)
Samburu West NG-CF pmc Accounts
Equity Bank

(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

National Government Constituencies Development Fund (NGCDF)

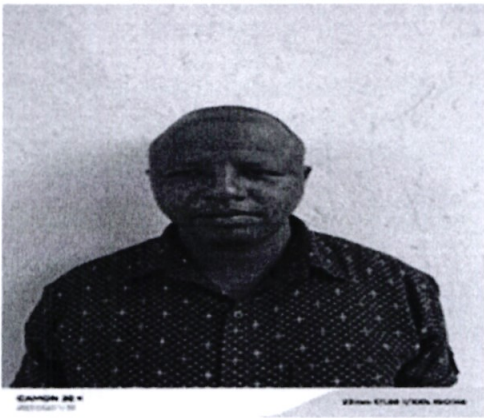

Samḃuru west Constituency


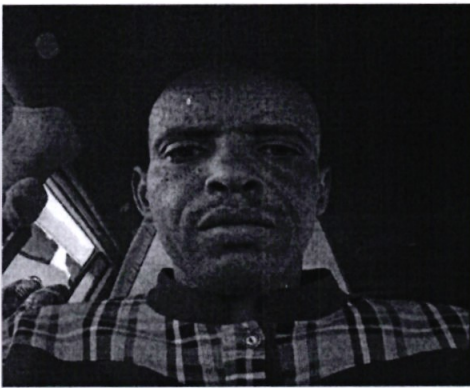
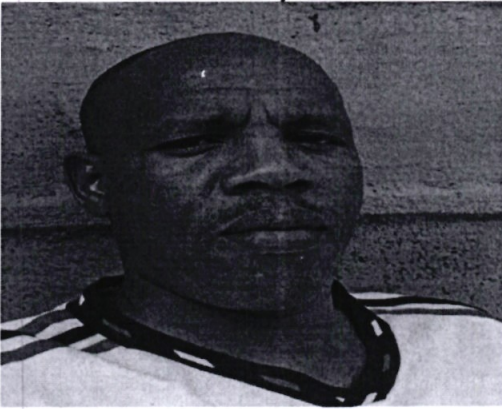
Annual Report and Financial Statements for The Year Ended June 30, 2025

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




3. NGCDF Committee

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

Name	Details
<p style="text-align: center;">Isiah Keresita Letunta</p> 	<p><i>Bcom /Finance</i> <i>Date of birth 12th /07/1989</i> Male adult</p>
<p style="text-align: center;">Kelly Longojine</p> 	<p>Theology Date of birth 10/10/1998 Youth male</p>
<p style="text-align: center;">Scholastica Apeiyo Edan</p>	<p>Plumber Date of birth 1985 Female adult</p>

	
<p data-bbox="421 775 635 808">David Lenguria</p> 	<p data-bbox="836 775 1094 882">Theology Date of birth 1980 PWD</p>
<p data-bbox="397 1263 655 1296">Andrew Lepukulel</p> 	<p data-bbox="836 1263 1091 1402">EX-military Date of birth 1979 Male nominee</p>
<p data-bbox="416 1751 636 1785">Christine Lelesit</p>	<p data-bbox="836 1751 1353 1823">Diploma in community development Date of birth 1994</p>

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

	
<p style="text-align: center;">Irene Kanayian</p> 	<p>Certificate ECD Date of birth 1991 Female adult</p>
<p style="text-align: center;">Nancy Loikokoyen</p> 	<p>Diploma Social work Date of birth 14/2/1992 CO-OPTED member</p>
<p style="text-align: center;">Titus Momanyi</p>	<p>Mba Administration Date of birth 1971 DCC.</p>

<p>Eric Munyao</p>	<p>Bcom Finance Msc commerce Date of birth 1983 Fund Manager</p>

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

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

4. NG-CDFC Chairman's Report



The Samburu West NG-CDF committee is pleased to present the financial report for the current financial year ending 30th June 2025. The approved allocation stood at KES 179,441,954, with actual expenditure of KES 108,999,038, representing an absorption rate of 39%. The performance across projects was mixed, with high-priority areas recording steady progress and notable utilization of funds. Notable projects implemented during the period include Yare Primary School, Imari Primary School and Kirimon Chief's Office. However, some projects experienced delays arising from delays in disbursement of funds and procurement processes.

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	Kshs	Kshs		Kshs	Kshs	Kshs
	a	b		c=(a+b)	d	e=(c-d)
	2024/2025	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024/2025	2024/2025	
Revenue						
Transfers From the	179,441,954	44,424,977	54,130,793	277,997,724	242,555,770	35,441,954

National Government Constituencies Development Fund (NGCDF)

Samburu west Constituency

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

NGCDF Board						
Totals	179,441,954	44,424,977	54,130,793	277,997,724	242,555,770	35,441,954
Expenses						
Employee costs	4,203,498	3,474,112	1,187,827	8,865,437	4,032,164	4,833,273
Committee expenses	4,528,000	143,668	317,764	4,989,432	1,557,300	3,432,132
Use of Goods and Services	7,418,278	1,518,942	1,024,838	9,962,058	11,385,779	(1,423,721)
Other Government Units Certified Works	58,286,568	28,350,959	31,797,795	118,435,322	5,504,460	112,930,862
Other Grants and Transfers	92,944,588	10,750,910	17,302,569	120,998,067	86,519,335	34,478,732
Digital Hubs Expenses	6,061,021	-	-	6,061,021	-	6,061,021
RREC and others	5,000,000	66,386	2,500,000	7,566,386		7,566,386
Funds Pending Approval**	1,000,000	120,000	-	1,120,000	-	1,120,000
Total Expenditure	179,441,953	44,424,976	54,130,793	277,997,723	108,999,038	168,998,685
Surplus for the	1	0	(0)	1	133,556,732	(133,556,7

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

period						31)
--------	--	--	--	--	--	-----

Despite these challenges, Samburu West NG-CDF successfully advanced key strategic projects and maintained improved absorption levels in critical service areas. The committee strengthened financial controls, commitment management practices and reporting processes, with regular production of budget execution to ensure adequate safeguards to public resources. This led to enhanced transparency and accountability. However, the implementation of various projects was not without difficulties. The delays in disbursement from the board disrupted work plans and in some cases, slowed the delivery of services. To address these, the committee and the management has continued to engage the board on timely disbursement.

Samburu West NG-CDF remains committed to prudent financial management, timely delivery of projects and transparent reporting to stakeholders. Going forward, the committee will continue to oversee and support measures aimed at improving absorption, ensuring accountability and delivering value to the public.

KEY ACHIEVEMENTS DURING THE YEAR

Loiragai Primary School





Isaiah

.....
Name: Isaiah Lentunta
Chairman NGCDF Committee

5. Statement of Performance Against Predetermined Objectives for FY2024/2025

Introduction

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

The key development objectives of the *NGCDF Samburu west Constituency 2022-2027* plan Governance Statement

1. *Enhance access to education*
2. *Enhance access to security and administrative services*
3. *To empower youth to participate and contribute to the socio-economic development*
4. *To enhance capacity for climate change adaptation and mitigation*
5. *Improve access to information*

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</i> <i>number of bursary's beneficiaries at all levels</i>	<i>In FY 2024/25 - we increased number of usable primary school classrooms by 14. There was construction of additional classrooms - Bursary beneficiaries at all secondary school level, and at tertiary level.</i>
Security	To enhance access to security and administrative services.	A safer environment, quicker access to police and administrative	Number of functional security and administrative facilities constructed, e.g.	Allocation of funds for construction and renovation of additional chief's offices and police

		support, and greater trust between citizens and government institutions.	police post and chiefs' office.	stations as per attached budget execution documents.
Climate change mitigation activities	To enhance capacity for climate change adaptation and mitigation	Increased resilience through adoption of sustainable practices that reduce vulnerability to climate change impacts.	Number of learning institutions implementing climate-smart adaptation and mitigation measures e.g. tree planting and clean energy use.	Allocation of funds to learning institutions within the constituency for purchase tree seedlings and installation of water tanks
ICT and Youth Empowerment	To empower youth to participate and contribute to the socio-economic development	Improved engagement of youths in social and technological innovative programmes that can lead to improved socio-economic status.	Number of usable ICT hubs with internet connectivity.	The ICT hub project implementation is currently underway.

6. Governance Statement

Appointment and Removal of NG-CDFC Members

The Samburu west National Government Constituency Development Fund Committee (NG-CDFC) is constituted in accordance with the provisions of the NG-CDF Act, 2015. The seven persons referred to in subsection (2) (b), (c), (d) and (e) were selected in such manner and have such qualifications as the Board may, by regulations, prescribe. The names of the persons selected under subsection (3) were submitted by the Board to the National Assembly for approval before appointment and gazette by the Board, GAZETTE NOTICE NO. 15568 dated 21st May, 2025.

List of NG CDFC's and the categories they represent

Name	Category
Kelly Lolngojine	Male Youth Representatives
Isaiah Lentunta	Male Adult Representative
Christine Lelesiit	Female Youth Representative
Scholastica Apeyo Edaan	Female Adult Representative
David Lekureiya	Representative of Persons Living With Disability
Andrew Lekipukel	Nominee of the Constituency Office (Male)
Nancy Lolkokoyei	Nominee of the Constituency Office (Female)

Members of the NGCDFC are removed in accordance with the provisions of the NG-CDF Act, 2015, and relevant regulations. Grounds for removal include:

- a) Lack of integrity;
- b) Gross misconduct;
- c) Embezzlement of public funds;
- d) Bringing the committee into disrepute through unbecoming personal
- e) Public conduct;
- f) Promoting unethical practises;
- g) Causing disharmony within the committee;
- h) Physical or mental infirmity.

Roles and Functions of the Committee

Samburu West NG-CDF Committee comprises of ten members, five recruited by a Selection Panel constituted in accordance with section 5 (1) of the NG-CDF Act Regulations 2016, two nominated by the Constituency Office in accordance with section 43 (2) (e) of the NG-CDF Act 2015, one member co-opted by the NG-CDF Board in accordance with Regulations made by the Board as provided for in section 43 (2) (g) of the NG-CDF Act 2015, the national government official responsible for coordination of national government functions as provided for in section 43 (2) (a) of the NG-CDF Act 2015 and the officer of the Board seconded to the Constituency Committee by the Board who is an ex officio member without a vote as provided for in section 43 (2) (f) of the NG-CDF Act 2015.

The duties and responsibilities of the NG-CDF Committee entail: -

- i) To consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency.
- ii) To ensure that project proposals submitted to the NGCDF Board include detailed budget proposals, procurement plans and work plans.
- iii) To rank projects proposals in order of priority while ensuring that on-going projects take precedence.
- iv) To ensure that all projects receive adequate funding and are completed within three years.
- v) To consult with relevant government departments to ensure that cost estimates for projects are realistic.
- vi) Where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies.
- vii) To build the capacity of project management committees and sensitize the community on the operations of National Government Constituency Development Fund.
- viii) To ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board.
- ix) To monitor implementation of projects in accordance with the monitoring and evaluation framework prescribed by the NGCDF Board.
- x) To ensure that project reports are prepared and submitted to the NGCDF Board.
- xi) To ensure formation of project management committees, opening of project accounts, project implementation and closure of projects.

Induction and Training of Members

Upon appointment, NGCDFC Members undergo a comprehensive induction program. This program equips Members with a thorough understanding of their roles, responsibilities, and ethical obligations. Training sessions are conducted regularly to keep Members updated on relevant laws, regulations, and best practices in governance, finance, and project management.

Number of Meetings held

The NG-CDFC held twelve NG-CDF regular meetings and twelve sub-committee meetings during the financial year to deliberate on NG-CDF matters, project progress, and financial issues. The Committee convened at least once every quarter, with additional meetings scheduled as necessary to address emerging issues and project needs. Samburu West NG-CDF maintained detailed minutes of these meetings to ensure transparency and accountability.

Schedule of Meetings & Committee Meetings

S. N O	Name	Designation	DATE									
			11/07/2024	25/07/2024	07/08/2024	21/08/2024	11/09/2024	25/09/2024	09/10/2024	23/09/2024	06/10/2024	04/11/2024
1	Kelly Lolngojine	Ng-Cdf Chairman	√	√	√	√	√	√	√	√	√	√
2	Isaiah	Ng-Cdf	√	√	√	√	√	√	√	√	√	√

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

	Lentunta	Secretary										
3	Christine Lelesiit	Member	√	√	√	√	√	√	√	√	√	√
4	Scholastica Apeyo Edaan	Member	√	√	√	√	√	√	√	√	√	√
5	David Lekureiya	Member	√	√	√	√	√	√	√	√	√	√
6	Andrew Lekipukel	Member	√	√	√	√	√	√	√	√	√	√
7	Nancy Lolkokoyei	Member	√	√	√	√	√	√	√	√	√	√
8	Kelly Lolngojine	Member	√	√	√	√	√	√	√	√	√	√
9	Titus Momanyi	DCC	√	√	√	√	√	√	√	√	√	√
10	Eric Munyao	Fam	√	√	√	√	√	√	√	√	√	√

Tenure of office

The tenure of the current committee members is set to expire in November 2024, following the successful completion of their two-year contract.

Disclosure Policy on Conflict of Interest

The NG-CDFC is committed to maintaining the highest standards of integrity and transparency. To address potential conflicts of interest, Members are required to disclose any personal, financial, or professional interests that may conflict with their responsibilities as NG-CDFC Members. In cases of conflicts, Members are expected to recuse themselves from relevant discussions and decisions, and these conflicts are duly recorded in the minutes of the meetings.

Members' Remuneration

NG-CDFC Members serve the constituency on a voluntary basis and do not receive monthly salaries. However, they receive sitting allowances when they attend committee meetings. This ensures that their decisions and actions are guided solely by the best interests of the constituency and not influenced by personal gain.

Ethics and Conduct

The NG-CDFC is guided by a strict code of ethics and conduct that includes principles such as integrity, accountability, transparency, and professionalism. Members are expected to adhere to these principles in all their dealings related to NG-CDF matters.

Risk Management

The NG-CDFC recognizes the importance of risk management in the prudent utilization of NG-CDF funds. The Committee, in collaboration with relevant stakeholders, assesses and mitigates risks associated with project implementation, financial management, and

governance. Regular risk assessments are conducted to identify potential threats and develop strategies to address them.

This governance statement reflects our commitment to ensuring responsible and effective governance of the Samburu West NG-CDF. It provides transparency and accountability to the constituents we serve and upholds the principles of good governance in all our activities.

NB: The details above should be presented according to the guiding laws and contextualized to the specific constituency.

7. Management Discussion and Analysis

Overview

The Samburu West National Government-Constituencies Development Fund (NG-CDF) finances grassroots development projects in line with the NG-CDF Act, 2015. The fund has consistently prioritized education, security, social infrastructure, ICT and climate change mitigation projects while adhering to the public finance and audit requirements.

Five-Year Operational and Financial Performance

Over the last five years, national policy, disbursement from the board timing, and macroeconomic conditions have influenced receipts and project delivery. Over the period under review, the Fund received total allocations of KSh 774,073,125 million, ranging from KSh 137.3 million in 2020/21 to KSh 179.4 million in 2024/25. Utilization followed the NG-CDF Board's policy framework:

- Administration (6%): averaging KSh 8.2 million annually, ensuring proper governance, office operations, and oversight of funded projects.
- Monitoring, Evaluation & Capacity Building (3%): averaging KSh 4.1 million annually, supporting training of Project Management Committees (PMCs), monitoring site visits, and compliance audits.
- Bursaries and Social Security (35–40%): approximately KSh 300 million over the five years, making this the single largest component. This funding enabled thousands of students in secondary, tertiary, and university institutions to access or continue education, easing the burden on households.
- Emergency Reserve (5%): averaging KSh 7.9 million per year, deployed to urgent constituency needs such as disaster response, community safety, and unforeseen social risks.
- Climate Change Projects (5%): also averaging KSh 7.9 million annually, directed toward environmental conservation, afforestation, and water harvesting initiatives.
- Other Major Development Projects (40–45%), distributed among:
 - ✓ Secondary Schools (approximately 26% of total allocations): investment in new classrooms, laboratories, dormitories, and learning resources.
 - ✓ Primary Schools (approximately 9%): upgrading classrooms, sanitation facilities, and playgrounds.
 - ✓ ICT Hubs (approximately 4%): establishment and equipping of hubs to improve digital literacy and youth empowerment.

- ✓ Security Projects (approximately 4%): construction and rehabilitation of police posts and provision of security equipment.

This structured distribution has ensured a balanced approach between immediate social support and long-term infrastructure development.

Compliance with Statutory Requirements

The Fund has complied with statutory provisions, including:

- Administration expenditure capped at 6% of annual allocations.
- Bursary allocation maintained above the statutory floor of 25% of total funds.
- Annual financial statements prepared in compliance with IPSAS (Cash Basis) and submitted for audit by the Auditor-General.

Instances of audit queries on PMC bank balances and project documentation have been addressed through strengthened monitoring, training, and reconciliations.

Major Risks

The key risks facing the Fund include:

- Unpredictable cash disbursements from the Exchequer, which sometimes delay project implementation.
- Procurement and compliance risks, especially around PMC account management and contract execution.
- Macroeconomic challenges, particularly inflation and exchange rate fluctuations, which affect project costs.
- Environmental risks, such as droughts or heavy rains, which disrupt construction schedules and climate projects.

Mitigation measures include phased contracting, close monitoring of PMCs, and enhanced financial controls.

Material Arrears in Statutory and Other Obligations

As of the reporting period, no material arrears in statutory deductions or financial obligations were reported. However, historical issues with unclosed PMC accounts have

been progressively addressed, and balances are being reconciled in compliance with the NG-CDF Act.

Review of the Economy

Kenya's GDP expanded by 4.7% in 2024 with easing inflation (averaging 3–4% in late 2024/early 2025). While the macroeconomic environment is stabilizing, rising costs of construction materials and currency pressures continue to pose challenges for project implementation.

Review of the Sector

In the education sector, which consumes the majority of the Fund's resources, Samburu west NG-CDF has financed both bursaries and physical infrastructure, directly improving access and quality of learning. Investments in ICT hubs align with national goals on digital literacy, while climate change projects reflect government policy on environmental sustainability. Security investments complement national policing efforts, enhancing community safety.

Future Developments

- Looking ahead, the Fund will prioritize:
- Completion of ongoing school infrastructure and ICT projects.
- Sustained bursary funding to safeguard access for needy students.
- Expansion of climate resilience projects, including tree planting and water harvesting.
- Strengthened financial oversight, particularly around PMC accounts and project close-outs.
- Greater transparency through timely publication of allocations, disbursements, and project progress.



.....

Name: Eric Munyao
Fund Account Manager

8. Environmental and Sustainability Reporting

Include an Introductory paragraph on the organization's main mandate and its strategy for sustainability. Sustainability is the ability to maintain or continue offering services to the country's citizens over the long term

1. Sustainability strategy and profile -

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

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

2. Environmental performance

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

3. Employee welfare

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

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

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

4. Marketplace practices-

Samburu West 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-

Samburu West 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

Samburu West 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.

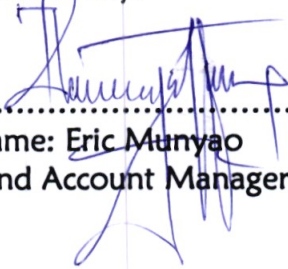
Public participation is a process that directly engages the concerned stakeholders in decision-making and fully considers public input.

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.

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


.....
Name: Eric Munyao
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- Samburu West 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-Samburu West 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- Samburu West 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.

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

The Accounting Officer in charge of the NGCDF Samburu West 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.

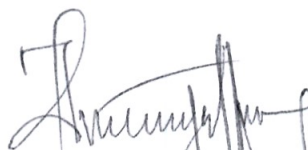
In preparing the financial statements, the Committee has assessed the Fund's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Committee that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The NGCDF- Samburu West Constituency financial statements were approved and signed by the Accounting Officer on 15/Nov 2025.



.....
Name: Letitia Ismail
Chairman – NGCDF Committee



.....
Name: Eric Mwangi
Fund Account Manager

REPUBLIC OF KENYA



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

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - SAMBURU WEST 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 - Samburu West Constituency set out on

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

pages 1 to 83, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, 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 - Samburu West 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 National Government Constituencies Development Fund Act, 2015, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of financial position, the statement of cashflows and Note 19 to the financial statements reflect cash and cash equivalents as at 1 July, 2024 balance of Kshs.44,424,977. However, the audited financial statements for the previous year 2023/2024 reflects a cash and cash equivalents closing balance of Kshs.5,979,049, resulting to unreconciled variance of Kshs.38,445,928.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.44,424,977 could not be confirmed.

2. Unsupported Adjustments to Changes in Net Assets

Review of the statement of changes in net assets for the year ended 30 June, 2025 revealed adjustments of Kshs.92,576,721 and Kshs.1,089,756 totalling Kshs.91,486,965 to recognize assets and liabilities respectively. However, Management did not provide a detailed schedule or documentation to support the adjustments

In the circumstances, the accuracy and completeness of the reported changes in net assets as at 30 June, 2025 could not be confirmed.

3. Unsupported Project Management Committee Bank Balances

The statement of financial position and as disclosed in Note 19 to the financial statements reflect cash and cash equivalent balance of Kshs.133,556,732 as at 30 June, 2025. Included in the balance is the PMC bank accounts balance of Kshs.124,656,867. However, the relevant cash books and bank reconciliations supporting these Project Management Committee bank balances were not provided for audit verification.

In the circumstances, the accuracy and completeness of the PMC bank accounts balance of Kshs.124,656,867 could not be confirmed.

4. Non-Disclosure of Trade and Other Payables

The statement of financial position and Note 26 to the financial statements reflect a nil balance in respect of trade and other payables. However, review of available records revealed that the Fund had outstanding tax arrears amounting to Kshs.454,309.44, as indicated in the Kenya Revenue Authority (KRA) Enforcement Letter Ref: KRA/5/1002/26(12508) dated 17 June, 2025. The liability was not disclosed in the financial statements as required.

In the circumstances, the accuracy and completeness of the nil balance on trade and other payables could not be confirmed.

5. Non-Disclosure of Fuel, Oil and Lubricants Expenditure

The statement of financial performance and Note 12 to the financial statements reflect a balance of Kshs.11,420,679 with respect to use of goods and services expenditure that reflects a nil balance for fuel, oil and lubricants. However, excluded from the balance is an amount of Kshs.1,200,000 paid to a local supplier for the supply of fuel and lubricants during the year under review. Further, the fuel register and vehicle work tickets provided for audit only captured the diesel consumption for the period February 2025 to June 2025, excluding the seven-month period from July 2024 to January 2025. No documentation, including fuel registers, consumption logs, or related support records, was provided for the period between July 2024 and January 2025.

In the circumstances, the accuracy and completeness of the nil balance for fuel, oil and lubricants for the year ended 30 June, 2025 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 - Samburu West 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 amounts on comparable basis of Kshs.277,997,724 and Kshs.242,555,770 respectively, resulting to a shortfall of Kshs.35,441,954, or 13% of the budget. Similarly, the Fund spent Kshs.108,999,038 against the actual receipts of Kshs.242,555,770 resulting to under-absorption of Kshs.133,556,732 or 55% of actual receipts.

The shortfall in receipts and under absorption may have adversely affected the implementation of planned activities, potentially impacting on service delivery to the Samburu West residents.

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's Matters

In the prior year's audit reports, several issues were raised under the Report on Financial Statements, Lawfulness and Effectiveness in Use of Public Resources, and Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the NGCDF - Samburu West in 2024/2025 revealed that the following matters remained unresolved;

1. Inaccuracies in Opening Balances
2. Irregularities in Fuel Expenditure
3. Unsupported Bursary Disbursements
4. Unsupported Project Management Committee (PMC) Bank Accounts Balances
5. Lack of Risk Management Policy

Other Information

Management is responsible for the Other Information set out on page iii to xxxi which comprise of Key Constituency Information and Management, NGCDF Committee, NG-CDFC 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. Projects Implementation

1.1 Environment Projects - Non-Adherence to Procurement Procedures in Supply of Exotic Tree Seedlings

Included under transfers to other government units is Kshs.3,375,000 disbursed to various Project Management Committee accounts for the planting of exotic trees. The contract for the supply of six thousand (6,000) tree seedlings was awarded to a local company under Tender No. SBUW/NG-CDF/001/2024-2025. Audit inspection conducted in July, 2025 at Kisima, Naiborkeju, Seketet, and Notonto Primary Schools, and review of supporting records, revealed that each school received three hundred and seventy five (375) seedlings. However, the following were not provided for audit review;

- i. The signed contract agreement between the Fund and the supplier, detailing the contract terms and duration, contrary to Section 135(2) of the Public Procurement and Asset Disposal Act, 2015;
- ii. The inspection and acceptance committee report required to confirm the quality and quantity of seedlings delivered, contrary to Section 48(3)(b) of the Public Procurement and Asset Disposal Act, 2015,
- iii. The criteria used for selecting the beneficiary schools and acknowledgment of receipt by the schools.

In the circumstances, the value for money for the expenditure of Kshs.3,375,000 could not be confirmed.

1.2 Irregularities in the Procurement, Supply and Delivery of Water Tanks

The Fund entered into a contract with a local company for the supply and delivery of 10,000- litre water tanks to fourteen (14) schools under contract No. SBUW/NG-CDF/RFQ/01/2024-2025 dated 7 January, 2025 at a contract sum of Kshs.2,779,000. However, the following anomalies were noted:

- i. The Tender Evaluation Committee was appointed on 17 December, 2024, prior to the appointment of the Tender Opening Committee on 30 December, 2024, contrary to the prescribed procurement process sequence.
- ii. The notification of award was issued on 6 January, 2025, and the contract was signed the next day, 7 January, 2025, contrary to Section 135(3) of the Public Procurement and Asset Disposal Act, 2015, which requires a minimum standstill period of fourteen (14) days before contract signing.
- iii. Management did not provide documentation on the criteria used to select the beneficiary schools, nor were acknowledgments of receipt from the schools availed.
- iv. Inspection and acceptance reports for the delivered tanks were not provided, contrary to Section 48(3)(b) of the Public Procurement and Asset Disposal Act, 2015.
- v. The unit cost of Kshs.198,000 per tank significantly exceeded the prevailing market price of approximately Kshs.125,000 as at January 2025. No market survey or price justification was provided, contrary to Regulation 33(3)(a) of the Public Procurement and Asset Disposal Regulations, 2020.
- vi. Audit inspection in July, 2025 revealed installation deficiencies. At Shabaa Primary School, the tank remained unused as it had not been connected to gutters; and at Lmari Primary School, the tank was placed without a proper slab, posing structural risks.

In the circumstances, value for money for the expenditure of Kshs.2,779,000 on water tanks could not be confirmed.

1.3 Delays in Execution of Contracted Works – Proposed Construction of Sub-County Director of Education Office in Samburu Central

Review of procurement records revealed that the Fund awarded a contract valued at Kshs.1,724,650 to local company for the proposed construction of the Sub-County Director of Education office in Samburu Central. The Project Management Committee (PMC) received the project funds and awarded the tender on 30 June, 2025. However, the tender number was not indicated in the documentation provided and the contract agreement did not specify the expected commencement and completion dates. Further, inspection conducted on 25 July, 2025 confirmed that the construction had not commenced. No justification was provided for the delay, despite the availability of both funds and a signed contract.

In the circumstances, the effectiveness of project planning, oversight, and implementation controls could not be confirmed.

1.4 Irregularities in Implementation of Classroom Construction Project at Seketet Primary School

Included in the transfers to Primary Schools' PMC bank accounts is an amount of Kshs.1,200,000 disbursed to Seketet Primary School for the construction of one classroom under Contract No. SBUW/NG-CDF/SEKETET/002/2023-2024, signed on 5 July, 2024. However, the following anomalies were noted;

- i. The contract agreement did not specify commencement and completion dates, undermining accountability, effective monitoring, and timely project delivery.
- ii. A site inspection conducted on 23 July, 2025 revealed incomplete works, including missing electrical conduits and boxes valued at Kshs.15,000, and only undercoat paint applied despite the Bill of Quantities requiring three coats of first-grade approved gloss oil paint costing Kshs.33,000.
- iii. The completed classroom was branded with the name of the area Member of Parliament, contrary to Section 25(3) of the National Government Constituencies Development Fund Act, 2015, which prohibits the use of Fund resources for political promotion or activities.

In the circumstances, the value for money for the expenditure of Kshs.1,200,000 could not be confirmed.

1.5 Irregularities in the Implementation of Classroom Construction Project at Lmisigiyoi Primary School

Included in the transfers to primary school PMC bank accounts is an amount of Kshs.1,200,000 disbursed to Lmisigiyoi Primary School for the construction of one classroom under a contract executed on 08 July, 2024. However, audit review of the supporting documents and inspection of the project revealed the following anomalies:

- i. The tender documents did not specify the contract period, including the expected commencement and completion dates, making it difficult to monitor project implementation and hold the contractor accountable for timely delivery.
- ii. Copies of regret letters issued to the two unsuccessful bidders were not provided for audit, contrary to Section 87(3) of the Public Procurement and Asset Disposal Act, 2015.
- iii. A site inspection conducted on 23 July, 2025 established that class labeling, budgeted at Kshs.5,000, had not been undertaken. Further, the contractor was required to apply three (3) coats of primer to window and door surfaces at a cost of Kshs.4,200, but only the undercoat primer was applied.

In the circumstances, value for money for the expenditure of Kshs.1,200,000 could not be confirmed.

1.6 Irregularities in the Procurement and Delivery of Desks to Primary Schools

The Fund awarded the Contract No. SBUW/NG-CDF/RFQ/004/2023-2024 for the supply and delivery of desks to eight (8) primary schools at a contract sum of Kshs.300,000 per school, totaling to Kshs.2,400,000 for the supply of four hundred (400) desks, fifty (50) desks for each school. However, review of payment documents and audit inspection conducted on four (4) schools of Lmisigiyo, Nkutoto, Seketet and Ngamata Primary Schools revealed the following anomalies:

- i. The signed contract between the local company and the Fund was not provided for audit, contrary to Section 135(2) of the Public Procurement and Asset Disposal Act, 2015, which requires that a written contract be entered into with the successful bidder based on the tender documents and clarifications.
- ii. The criteria used to identify the beneficiary schools and signed acknowledgments of receipt from the schools were not presented for audit verification.
- iii. Invoices and delivery notes from the supplier confirming the delivery of desks to the schools were not provided for review.
- iv. There was no inspection and acceptance committee report to confirm that the desks were inspected and accepted upon delivery, contrary to Section 48(3)(b) of the Act, which mandates post-delivery inspection to ensure compliance with contract specifications.

In the circumstances, the value for money for the expenditure of Kshs.2,400,000 could not be confirmed.

1.7 Weaknesses in Procurement of Works for Proposed Construction of Classroom in Lare Oibor Primary School

An amount of Kshs.1,200,000 was transferred to the Lare Oibor Primary School PMC bank account for the construction of one classroom under Contract No. SBUW/NG-CDF/LPS/002/2023-2024, signed on 6 May, 2025. However, review of the contract agreement and supporting documentation revealed that the contract did not specify the project commencement and completion dates, contrary to Section 135(2) of the Public Procurement and Asset Disposal Act, 2015, thus undermining the effectiveness of contract management, monitoring, and accountability.

In the circumstances, the value for money for the expenditure of Kshs.1,200,000 could not be confirmed.

1.8 Irregularities in the Procurement for Construction of Classrooms at Loikas Mixed Day Secondary School

An amount of Kshs.2,398,900 was transferred to Loikas Mixed Day Secondary School PMC Bank for the construction of two classrooms vide Tender No. LMSBUW/NG-CDF/001/2023-2024, signed on 24 July, 2024. However, the evaluation report did not contain individual score sheets from evaluation committee

members, contrary to Regulation 31 of the PPADA Regulations, 2020 and compromises the objectivity and accountability of the evaluation process by increasing the risk of collective or biased decision-making.

In the circumstances, the regularity of the award of contract could not be confirmed.

1.9 Procurement Irregularities in the Award of Contract for Construction of VIP Latrine at Kirimon Mixed Day Secondary School

The statement of financial performance and Note 13 to the financial statements reflect an amount of Kshs.5,504,460 under other government units actual expenditure, which includes Kshs.2,270,590 relating to secondary schools. Included in the balance is Kshs.665,000 paid to a local company on 20 January, 2025 for the construction of a four-door VIP latrine with urinal at Kirimon Mixed Day Secondary School under Tender No.SBUW/NG-CDF/KMDSS/001/2023-2024. However, the procurement file did not include the individual evaluation score sheets completed and signed by each Member of the Evaluation Committee, as required under Regulation 31 of the Public Procurement and Asset Disposal Regulations, 2020.

In the circumstances, the regularity of the procurement process could not be confirmed.

1.10 Irregularities in Procurement of Administration Block Construction at Lodokejek Mixed Day Secondary School

An amount of Kshs.3,325,000 was transferred to Nkorian Solutions Ltd on 16 January, 2025 for the construction of an administration block at Lodokejek Mixed Day Secondary School after an award of Tender No. SBUW/NG-CDF/LMSS/002/2023-2024. However, there was no evidence that regret letters were issued to unsuccessful bidders, contrary to Regulation 128(13)(14) of the Public Procurement and Assets Disposal Regulations, 2020.

Further, the procurement file did not contain individual score sheets from each member of the tender evaluation committee, contrary to Regulation 31(1) and (2), which require independent evaluation and retention of records.

In the circumstances, the fairness and regularity in the procurement process could not be confirmed.

1.11 Irregularities in Procurement for Construction of Pit Latrine at Kisima Girls' High School

The construction of an eight-door pit latrine at Kisima Girls' High School under tender No. SBUW/NG-CDF and contract sum of Kshs.1,278,464 was awarded on 5 August, 2024. However, there was no evidence that the unsuccessful bidders were notified of the tender outcome, contrary to Regulation 128(13) and (14) of the Public Procurement and Asset Disposal Regulations, 2020. Further, the evaluation report did not contain individual scoring sheets from Evaluation Committee Members, contrary to

Regulation 31(1) and (2) of the PPAD Regulations, 2020, undermining the integrity and transparency of the evaluation process.

In the circumstances, the regularity and fairness of the procurement process could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Unacknowledged Bursary Disbursements

The statement of financial performance and Note 14 to the financial statements reflect total expenditure of Kshs.86,484,435 under other grants and transfers, which includes bursaries amounting to Kshs.64,679,435 comprising of Kshs.39,328,000 to secondary schools and Kshs.25,351,435 to tertiary institutions. However, review of the acknowledgment receipts revealed that only Kshs.59,913,535 had been acknowledged, leaving a balance of Kshs.4,765,900 unacknowledged. Management did not provide evidence to confirm receipt of these funds by the intended beneficiaries.

In the circumstances, it was not possible to confirm whether the unacknowledged bursary disbursements of Kshs.4,765,900 were received and benefitted the intended beneficiaries.

2. Lack of Risk Management Policy

As previously reported, Management had not developed a Risk Management Policy to guide on risk assessment and formulation of risk mitigation strategies. This was contrary to Regulation 165(1)(a)(b) of the Public Finance Management (National Government) Regulations, 2015 which requires the Accounting Officer to ensure that the National Government entity develops risk management strategies, which include fraud prevention

mechanism and a system of risk management and internal control that builds robust business operations.

In the circumstances, the effectiveness of risk management could not be confirmed.

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 control 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 control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the ability of the Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease its 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 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


01 December, 2025


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

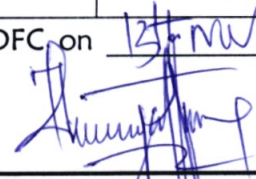
11. Statement of Financial Performance for the Year Ended 30th June 2025

	Note	Inert Current FY Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	179,441,954
Transfers from domestic and foreign partners	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	-
Total revenue		179,441,954
Expenses		
Employee costs	10	4,707,733
Committee expenses	11	1,557,300
Use of Goods and Services	12	11,420,679
Other Government Units Actual expenditure	13	5,504,460
Other Grants and Transfers Actual expenditure	14	86,484,435
Depreciation and amortization expense	15	-
Digital Hubs Expenses Actual expenditure	16	-
Total expenses		109,674,607
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		69,767,347

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


 Chairman NG-CDF Committee
 Name: Letitia Ismail


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


 Fund Account Manager
 Name: Eric Mung'adi

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

(Paragraph 79 of IPSAS 33 allows for the election by an MDA to present one statement of financial performance, one statement of cash flow, one statement of net assets and the statement of financial position, and an opening statement of financial position at the time of adoption of the accrual basis of accounting. In preparing this financial reporting template, this election has been made; therefore, there are no comparatives in the first year of transition.)

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


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


	Note	Insert Current FY Kshs	Opening Statement 1st July 20XX Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	133,556,732	44,424,977
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	35,441,954	54,130,793
Prepayments	22	-	-
Total Current Assets		168,998,686	98,555,770
Non-Current Assets			
Property, Plant and Equipment	23	-	-
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		-	-
Total Assets (A)		168,998,686	98,555,770
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third Party Deposits	27	-	-
Lease Liabilities	28	-	-
Gratuity Provision	29	1,765,325	1,089,756
Total Current Liabilities		1,765,325	1,089,756
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		1,765,325	1,089,756
Net Assets (A-B)		167,233,361	97,466,014
Represented by:			
Revaluation Reserves		167,233,361	97,466,014


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

Accumulated Surplus			
Total Net Assets		167,233,361	97,466,014

The Constituency financial statements set out on pages 1 to 3 approved by NG CDFC on 13/NOV 2025 and signed by:


 Chairman NG-CDF
 Committee
 Name: LETUNTA ISMAH


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


 Fund Account Manager
 Name: ERIC MURRAY

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

Description	Revaluation Reserves	Accumulated surplus/Deficit	
		KSh	KSh
Fund Balance as at 30 th June 2024	5,979,049	-	5,979,049
Adjustments			
Recognition of Assets	92,576,721		92,576,721
Recognition of Liabilities	1,089,756		1,089,756
As at July 1, 2024	97,466,014		97,466,014
Surplus/(Deficit) For the Period	69,767,347		69,767,347
Revaluation Gain/Loss	-	-	-
As at June 30, 2025 (current year)	167,233,361	-	167,233,361

Note:

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

National Government Constituencies Development Fund (NGCDF)
Samburu west 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	Insert Current FY KShs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		198,130,793
Transfers from domestic and foreign partners		-
Finance income		-
Miscellaneous income		-
Total Receipts		198,130,793
Payments		
Employee costs		4,032,164
Committee expenses		1,557,300
Use of Goods and Services		11,420,679
Other Government Units Certified Works		5,504,460
Other Grants and Transfers		86,484,435
Digital Hubs Expenses		-
Total Payments		108,999,038
Net Cash Flows from/ (used in) Operating Activities	30	89,131,755
Cash flows From Investing Activities		-
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		89,131,755
Net increase/(decrease) in cash & Cash equivalents		
Cash Flows from Financing Activities		
Lease Payment		-

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

Net Cash Flows from Financing Activities		89,131,755
Cash and cash equivalents at 1 July	19	44,424,977
Cash and cash equivalents at 30 June	19	133,556,732

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

National Government Constituencies Development Fund (NGCDF)
Samburu west 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

	a	b	c=(a+b)	d	e=(c-d)	f=d/c*100
	2024/2025	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024/2025	2024/2025	
Revenue						
Transfers From the NGCDF Board	179,441,954	44,424,977	54,130,793	277,997,724	242,555,770	35,441,954 87%
Grants/donations from other entities	-	-	-	-	-	-
Finance income	-	-	-	-	-	-
Miscellaneous income	-	-	-	-	-	-
Totals	179,441,954	44,424,977	54,130,793	277,997,724	242,555,770	35,441,954 87%
Expenses						
Employee costs	4,203,498	3,474,112	1,187,827	8,865,437	4,032,164	4,833,273 45%
Committee expenses	4,528,000	143,668	317,764	4,989,432	1,557,300	3,432,132 31%
Use of Goods					11,385,779	(1,423,721) 114%

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

and Services	7,418,278	1,518,942	1,024,838	9,962,058			
Other Government Units Certified Works	58,286,568	28,350,959	31,797,795	118,435,322	5,504,460	112,930,862	5%
Other Grants and Transfers	92,944,588	10,750,910	17,302,569	120,998,067	86,519,335	34,478,732	72%
Digital Hubs Expenses	6,061,021	-	-	6,061,021	-	6,061,021	0%
RRECC and others	5,000,000	66,386	2,500,000	7,566,386		7,566,386	0%
Funds Pending Approval**	1,000,000	120,000	-	1,120,000	-	1,120,000	0%
Total Expenditure	179,441,953	44,424,976	54,130,793	277,997,723	108,999,038	168,998,685	39%
Surplus for the period	1	0	(0)	1	133,556,732	(133,556,731)	

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

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

Explanatory Notes.

The noted underutilization of funds associated with late disbursement of funds from the Board.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	168,998,685
Less undisbursed funds receivable from the Board as at 30 th June 2025	35,441,954
Cash and Cash Equivalents at the end of the 30 th June 2025	133,556,731

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 13/11/2025 and signed by:

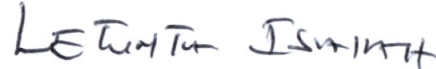

 Fund Account Manager

Name: 


 National Sub-County Accountant

Name:
 ICPAK M/No:


 Chairman NG-CDF Committee

Name:


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

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 (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,203,498	3,474,112	1,187,827	8,865,437	4,032,164	4,833,273
1.2 Committee allowances	2,448,000		317,764	2,765,764	1,557,300	1,208,464
1.3 Use of goods and services	4,115,019	1,518,942	1,024,838	6,658,800	8,082,521	(1,423,721)
Sub-total	10,766,517	4,993,054	2,530,429	18,290,000	13,671,984	4,618,016
2.0 Monitoring and evaluation				-		-
2.1 Capacity building	510,000			510,000	510,000	-
2.2 Committee allowances	2,080,000	143,668		2,223,668		2,223,668
2.3 Use of goods and services	2,793,259			2,793,259	2,793,259	-
Sub-total	5,383,259	143,668	-	5,526,927	3,303,259	2,223,668
4.0 Emergency				-		-
Unutilized						

National Government Constituencies Development Fund (NGCDF)

Samburu west Constituency

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

	2,944,313	1,231,432	154,569	4,330,314		4,330,314
NG-CDF SAMBURU WEST			550,000	550,000	550,000	-
LOLTULELEI PRY SCHOOL			2,500,000	2,500,000	2,500,000	-
LOLTULELEI PRY SCHOOL			2,500,000	2,500,000	2,500,000	-
MILIMANI PRY SCHOOL			3,000,000	3,000,000	3,000,000	-
KIRIMON PRIMARY SCHOOL	3,000,000			3,000,000	3,000,000	-
LESIDAI PRIMARY SCHOOL	700,000			700,000	700,000	-
LKUROTO PRIMARY SCHOOL	300,000			300,000	300,000	-
Min of education	700,000			700,000	700,000	-
Sub-county D edu	1,800,000			1,800,000	1,800,000	-
Sub-total	9,444,313	1,231,432	8,704,569	19,380,314	15,050,000	4,330,314
5.0 Bursary and Social Security				-		-
5.1 Primary Schools				-		-
5.2 Secondary Schools	38,600,000	8,823,193		47,423,193	39,205,901	8,217,292
5.3 Tertiary Institutions	24,700,000	651,435		25,351,435	25,351,435	-
5.4 special needs	3,076,782			3,076,782		3,076,782
5.5 Education Support Programmes				-	-	-
5.6 Social Security	5,400,000		2,598,000	7,998,000	2,598,000	5,400,000

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

Sub-total	71,776,782	9,474,628	2,598,000	83,849,410	67,155,336	16,694,074
7.0 Environment				-		-
Bishop Lesuuda Mixed Day Secondary School	448,605			448,605		448,605
angata rpngai primary			375,000	375,000		375,000
Kirimon Primary School	448,605			448,605		448,605
Kirimon Primary school			375,000	375,000		375,000
Kisima Girls High School	448,605			448,605		448,605
Kisima Mixed Day Secondary School	448,605			448,605		448,605
Kisima primary			375,000	375,000		375,000
lchoro lelerai			375,000	375,000		375,000
ledoro mixed secondary			375,000	375,000		375,000
Lesidai Primary School	448,605			448,605		448,605
Lodokejek Primary School	448,605			448,605		448,605
Logorate Primary School	448,605			448,605		448,605
Loiborngare Primary School	448,605			448,605		448,605
Lolmolog Mixed Day Secondary School	448,605			448,605		448,605
Longewan Mixed secondary school			375,000	375,000		375,000
Longewan Primary School						

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

	448,605			448,605		448,605
loosuk mixed			375,000	375,000		375,000
Loosuk Primary School	448,605			448,605		448,605
Lorrok Primary School	448,605			448,605		448,605
Lorukoti Primary School	448,605			448,605		448,605
malaso mixed			375,000	375,000		375,000
Maralal High School	448,605			448,605		448,605
Maralal Mixed Day			375,000	375,000		375,000
Maralal Primary School	448,605			448,605		448,605
Naiborkeju Primary school			375,000	375,000		375,000
Ngari Mixed secondary			375,000	375,000		375,000
Ngari Primary School	448,605			448,605		448,605
Nkopeliani			375,000	375,000		375,000
Nontoto primary			375,000	375,000		375,000
Pura Primary School	448,605			448,605		448,605
Seketet Primary school			375,000	375,000		375,000
Shabaa Primary School	448,605			448,605		448,605
siambu primary			375,000	375,000		375,000

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

Sirata Oirobi Mixed Day Secondary School	448,605			448,605		448,605
Tamiyoi primary			375,000	375,000		375,000
Ngari Mixed secondary				-		-
				-		-
Sub-total	8,523,493	-	6,000,000	14,523,493	-	14,523,493
8.0 Primary Schools Projects				-		-
lolmisigiyo pri		-		-		-
Angata rongai pr		2,585,768		2,585,768		2,585,768
Angata rongai pri		-		-		-
garma primary		-		-		-
KELELE PRY SCHOOL		107,179		107,179		107,179
Kirimon primary		4,054		4,054		4,054
Lchoro Lelerai pri		2,164,603		2,164,603		2,164,603
ledero primar		-		-		-
lemisigiyo pry		3,144,333		3,144,333		3,144,333
Lodokejek pri schl		167,836		167,836		167,836
LOGORATE PRY		17,962		17,962		17,962
LOIKAS PRY SCHOOL		-		-		-

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

loisukutan prim		55,103		55,103		55,103
lokuto primary		-		-		-
LOLGESE PRIMARY SCHOOL		1,258		1,258		1,258
LOLKUNONO PRY		1,058		1,058		1,058
LOLMOLOG PRY		-		-		-
Loltulelei pri		2,503,190		2,503,190		2,503,190
LONGEWUAN PRI		1,010		1,010		1,010
LOOSUK PRI SCHL		-		-		-
Lorian pri		-		-		-
LORO SOIT PRIMARY SCHOOL		1,197		1,197		1,197
lorukoti pri		1,409,220		1,409,220	114,000	1,295,220
LORUKOTI PRY SCHOOL		-		-		-
LOTURO PRI SCHOOL		-		-		-
LOWA MARA PRIMARY SCHOOL		-		-	38,500	(38,500)
LOWAMARA PRY SCHOOL		-		-		-
LOWAMARA PRY SCHOOL		-		-		-
lpartuk primary		2,402,601		2,402,601		2,402,601
LPOROS PRY SCHL		121		121		121

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

MARALAL PRIMARY SCHOOL		-		-		-
milimani primary		-		-		-
milimani primary		-		-		-
MILIMANI PRY SCHL		-		-		-
MORIJOI PRYMARY SCHOOL		-		-		-
MUGUR PRIMARY SCHOOL		14,046		14,046	13,536	510
Muslim pri		-		-		-
Muslim primary		2,082		2,082		2,082
Muslim primary		-		-		-
Naiborkeju pry		-		-		-
Naiborkeju pry		-		-		-
Naiborkeju pry		-		-		-
nengerpus pri		-		-		-
NENGERPUS PRIMARY SCHOOL		1,238		1,238		1,238
ngamata pri		1,824,591		1,824,591		1,824,591
Ngambo pry		2,626		2,626		2,626
Ngano primary		32,469		32,469		32,469
NGARI PRY SCHOOL		-		-		-

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

NKEJUEMUNY PRY		-		-		-
nkopeliani pry		-		-		-
nkutoto arus pri		-		-		-
NKUTOTO ARUS PRY		2,121		2,121		2,121
NKUTOTO ELEPERE PRY SCHOOL		5,275		5,275		5,275
NOMOTIO PRY SCHOOL		-		-		-
Nontoto primary		2,501,302		2,501,302		2,501,302
NTACHACHA PRIMARY SCHOOL		-		-		-
SAMBURU MIX SEC		-		-		-
Seketet pri		-		-		-
seketet pry		-		-		-
SEKETET PRY SCHL		-		-		-
shabaa pri		2,528,773		2,528,773		2,528,773
Siambu primary		-		-		-
sirata primary		-		-		-
SIRATA PRY SCHOOL		-		-		-
St.mary primary		122,497		122,497		122,497
sura adoru pri		-		-		-

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

SURAADORU PRY SCHOOL		62,564		62,564		62,564
Tamiyoi primary		701,345		701,345		701,345
YARE PRIMARY SCHOOL		-		-		-
YARE PRY		-		-		-
Ntachata Primary		53,858		53,858		53,858
Pura primary		12,045		12,045		12,045
Seneiya special school		19,734		19,734		19,734
Lolborngare primary school		75,363		75,363		75,363
Loiragai		54,817		54,817		54,817
loiting primary		1,992		1,992		1,992
Lolmisingiyoi primary		56,590		56,590		56,590
Loshoo primary		54,365		54,365		54,365
Lpetpet primary		205,283		205,283		205,283
Kitabor primary		1,528		1,528		1,528
Ladala primary		207		207		207
lare oibor pry		56,402		56,402		56,402
LchinGEI PRY SCHL		3,296		3,296		3,296
Lesidai primary		19,885		19,885		19,885

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

Lkiloriti primary		2,123		2,123		2,123
Lkurum Primary		197,644		197,644		197,644
Suguta primary		3,040		3,040		3,040
Nontoto primary		98,348		98,348		98,348
loitulelei primary		54,335		54,335		54,335
Garma Primary School	2,000,000			2,000,000		2,000,000
Lakira Primary School	2,600,000			2,600,000		2,600,000
Lchingei Primary School	1,300,000			1,300,000		1,300,000
Lemisigiyo Primary School	1,294,073			1,294,073		1,294,073
Lkeek Sapuki Primary School	1,300,000			1,300,000		1,300,000
Lkiloriti Primary School	1,594,073			1,594,073		1,594,073
Lkishaki Primary School	1,300,000			1,300,000		1,300,000
Lmari Primary School	448,423			1,748,423	1,558,208	190,215
Logorate Primary School	1,300,000			1,300,000		1,300,000
Loikas Primary School	1,300,000			1,300,000		1,300,000
Loikas Primary School	300,000			300,000		300,000
Lolgese Primary School	700,000			700,000		700,000
Lolkunono Primary School	1,300,000			1,300,000		1,300,000

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

Lolmolog Primary School	2,500,000			2,500,000		2,500,000
Lolua Primary School	1,400,000			1,400,000		1,400,000
Lolua Primary School	300,000			300,000		300,000
Lowamara Primary School	1,300,000			1,300,000		1,300,000
Lowamara Primary School	300,000			300,000		300,000
Lporos Primary School	3,000,000			3,000,000		3,000,000
Milimani Primary School	1,300,000			1,300,000		1,300,000
Milimani Primary School	300,000			300,000		300,000
Morijoi Primary School	1,300,000			1,300,000		1,300,000
Nengerpus Primary School	1,300,000			1,300,000		1,300,000
Ngari Primary School	2,600,000			2,600,000		2,600,000
Nkejuemuny Primary School	3,000,000			3,000,000		3,000,000
Nkutoto Arus Primary School	1,300,000			1,300,000		1,300,000
Nkutoto Elepere Primary School	2,600,000			2,600,000		2,600,000
Nomotio Primary School.	2,600,000			2,600,000		2,600,000
Sirata Oirobi Primary School.	2,600,000			2,600,000		2,600,000
Yare Primary School	1,300,000			1,300,000	1,251,625	48,375
				-		-

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

				-		-
Kirimon Primary school			1,200,000	1,200,000		1,200,000
Seketet Primary school			1,200,000	1,200,000		1,200,000
Lare Oibor Primary school			1,200,000	1,200,000		1,200,000
Ngambo Primary school			1,200,000	1,200,000		1,200,000
Naiborkeju Primary school			1,200,000	1,200,000		1,200,000
Lemisigiyo Primary school			1,200,000	1,200,000		1,200,000
Kirimon Primary school			1,200,000	1,200,000		1,200,000
Lorosoit Primary school			1,200,000	1,200,000		1,200,000
Naiborkeju Primary school			232,793	232,793		232,793
0			-	-		-
Lchoro Lelerai primary school			865,809	865,809		865,809
Loisukutan Primary school			1,200,000	1,200,000		1,200,000
Lolmisigiyo Primary school			1,200,000	1,200,000		1,200,000
Nenger Pus Primary School			1,568,983	1,568,983		1,568,983
Lmari Primary School			200,000	200,000		200,000
Ledero Primary School			1,200,000	1,200,000		1,200,000
Sirata Primary School			200,000	200,000		200,000

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

Longewan Primary School			200,000	200,000		200,000
Ngano Primary School			200,000	200,000		200,000
Lmisgiyoi Primary School			200,000	200,000		200,000
St Marys Primary School			200,000	200,000		200,000
Muslim Primary School			200,000	200,000		200,000
Shabaa Primary school			200,000	200,000		200,000
Muslim Primary School			1,200,000	1,200,000		1,200,000
Naiborkeju Primary school			530,210	530,210		530,210
Milimani Primary school			200,000	200,000		200,000
Lorosoit Primary school			200,000	200,000	258,000	(58,000)
Muslim Primary School			1,200,000	1,200,000		1,200,000
Lkuroto Primary School			300,000	300,000		300,000
Ngamata Primary school			300,000	300,000		300,000
Milimani Primary school			300,000	300,000		300,000
Lmisgiyoi Primary School			300,000	300,000		300,000
Nkutoto Arus Primary school			300,000	300,000		300,000
Lokuto Primary school			300,000	300,000		300,000
Lorukoti Primary school		725	300,000	300,725		300,725

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

Sura Adoru Primary school			300,000	300,000		300,000
Lpartuk Primary school			200,000	200,000		200,000
Lakira Primary school			200,000	200,000		200,000
Garma Primary school			200,000	200,000		200,000
Lgos Primary School			300,000	300,000		300,000
Lorrok primary School			300,000	300,000		300,000
Muslim Primary School			300,000	300,000		300,000
Seketet Primary School			300,000	300,000		300,000
Lorian Primary School			300,000	300,000		300,000
Loltulelei Primary School			300,000	300,000		300,000
Lchoro Primary School			300,000	300,000		300,000
Angata Rongai Primary School			300,000	300,000		300,000
Sub-total	45,736,569	23,339,002	26,197,795	96,573,366	3,233,869	93,339,497
9.0 Secondary Schools Projects (List all the Projects)				-		-
Bishop lesuuda mixed		3,643,400		3,643,400		3,643,400
Kirimon Mixed secondary school			700,000	700,000	-	700,000
Kirisia boys		1,470		1,470		1,470
Kisima girls sec						

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

		107,932		107,932		107,932
KISIMA MIXED		9,545		9,545		9,545
Kisima Mixed Secondary School	350,000			350,000		350,000
Ldaranja primary		390		390		390
Ledero Mixed Day Secondary School	3,500,000			3,500,000		3,500,000
Iodokejek mixed		780		780		780
Lodokejek Secondary school			3,500,000	3,500,000		3,500,000
LOIKAS MIXED		3,897		3,897		3,897
Loikas Mixed Day secondary school	1,699,999		200,000	1,899,999	2,270,590	(370,591)
Loikas Mixed Day secondary school				-		-
Longewan Mixed secondary school			1,200,000	1,200,000		1,200,000
Lpartuk Mixed Day Secondary School	3,500,000			3,500,000		3,500,000
Malaso mixed sec		2,188		2,188		2,188
Milimani mix		389,706		389,706		389,706
Ngari mixed sec		216,972		216,972		216,972
Samburu mixed secondary		579,926		579,926	-	579,926
Sirata oirobi mixed		51,927		51,927		51,927
Sirata oirobi primary		1,703		1,703		1,703

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

st paul primary		2,121		2,121		2,121
Suguta Mixed Day Secondary School	3,500,000			3,500,000		3,500,000
				-		-
Sub-total	12,549,999	5,011,957	5,600,000	23,161,956	2,270,590	20,891,366
10.0 Tertiary institutions Projects (List all the Projects)				-		-
				-		-
				-		-
Sub-total	-	-	-	-		-
11.0 Security Projects				-		-
SUGUTA CHIEFS OFFICE		42,180		42,180		42,180
KIRIMON POLICE STATION		-		-		-
PURA NATIONAL POLICE RESERVE		-		-	157,000	(157,000)
NOLKERA NATIONAL POLICE RESERVE		-		-		-
Maral assist chief		380		380		380
KISIMS POLICE		2,290		2,290		2,290
Kirimon Police Station	700,000			700,000	4,000,000	(3,300,000)
Kisima Chiefs Office	2,500,000			2,500,000		2,500,000

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

	-			-	-	-
					-	-
Sub-total	3,200,000	44,850	-	3,244,850	4,157,000	(912,150)
12.0 Acquisition of assets					-	-
12.1 Motor Vehicles (including motorbikes)			-	-		-
12.2 Purchase of furniture and fittings					-	-
12.2 Construction of CDF office					-	-
Sub-total	-	-	-	-	-	-
13.0 Others					-	-
Sub County Education Office- Ainamoi			-	-	-	-
Kericho Vocational Rehabilitation Center			-	-	-	-
Ainamoi NG-CDF Strategic Plan			-	-		-
Rural Electrification and Renewable Energy Corporation	5,000,000.00			5,000,000	157,000	4,843,000
TSC directors office		66,386.00		66,386		66,386
Ministry of education			700,000			-
Sub county Director of Education			1,800,000			-
						-

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

Sub-total	5,000,000	66,386	2,500,000	5,066,386	157,000	4,909,386
Digital hub				-		-
Loosuk Digital hub	3,030,511			3,030,511		3,030,511
Suguta Marmar Digital hub	3,030,511			3,030,511		3,030,511
-				-		-
Sub Total	6,061,021	-	-	6,061,021		6,061,021
				-		-
				-		-
Funds pending approval**				-		-
unapproved projects	1,000,000	120,000		1,120,000		1,120,000
AiA	-			-		-
Sub-total	1,000,000	120,000	-	1,120,000		1,120,000
Total	179,441,953	44,424,976	54,130,793	270,736,702	108,999,038	161,737,664

(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 xxx Constituency principal activity is Implementation of projects.

2. Statement of Compliance and Basis of Preparation

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

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

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

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

3. Adoption of New and Revised Standards

(When an IPSAS becomes effective on 1st January 20xx, it is applicable in Kenya from 1st July 2024)

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<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 Applicable</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>

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

	<i>Not Applicable</i>
IPSAS 45: Property Plant and Equipment	<p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>Not Applicable</i></p>
IPSAS 46: Measurement	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>Not Applicable</i></p>
IPSAS 47: Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange</p>

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

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

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

	<i>Not Applicable</i>
--	-----------------------

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.

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

b) Budget information

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

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

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

c) Property, plant and equipment

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

exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

d) Leases

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

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

e) Intangible assets

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

Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

f) Financial instruments

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

a) Financial assets

Classification of financial assets

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

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

Fair value through surplus or deficit

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

Impairment

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

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

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

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

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

l) Employee benefits

Retirement benefit plans

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

m) Foreign currency transactions

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

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

n) Related parties

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

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 20xx

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

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

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

6. Transfers from the NGCDF Board

Description	2024/2025
	Kshs
NGCDFB Transfers (Allocation for the FY)	179,441,954
Total	179,441,954

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	-

(Provide a brief explanation for this revenue)

9. Miscellaneous income

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

10. Employees cost

	<i>2024/2025</i>
	Kshs
NG-CDFC Basic staff salaries	3,879,615
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	-
Leave allowance	-
Gratuity to contractual employees	675,569
Employer Contributions Compulsory national social security schemes	92,609
Employer Contributions Compulsory Housing levy	53,340
Employer contributions to National Industrial Training Authority	6,600
Other Specify	-
Total	4,707,733

11. Committee Expenses

	<i>2024/2025</i>
	Kshs
Sitting allowance	208,000
Other Committee expenses	1,349,300
Total	1,557,300

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

12. Use of Goods and services

	2024/2025
	Kshs
Utilities, supplies and services	10,362,420
Communication, supplies and services	893,159
Domestic travel and subsistence	-
Printing, advertising and information supplies & services	-
Office Rent	-
Training expenses	103,200
Hospitality supplies and services	-
Insurance costs	-
Specialized materials and services	-
Office and general supplies and services	-
Fuel, oil & lubricants	-
Bank charges	27,000
Routine maintenance – vehicles and other transport equipment	34,900
Routine maintenance – other assets	-
Strategic plan expenses	-
Other operating expenses	-
Total	11,420,679

13. Other Government Units Actual expenditure

Description	2024/2025
	Kshs
Primary Schools Actual expenditure	3,233,870
Secondary Schools Actual expenditure	2,270,590
Tertiary Institutions Actual expenditure	-
Total	5,504,460

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

14. Other Grants and transfers Actual expenditure

	2024/2025
	Kshs
Bursary – secondary schools	39,328,000
Bursary – tertiary institutions	25,351,435
Bursary – special schools	0
Bursary - Education Support programmes	0
Social Security programmes (SHIF)	2,598,000
Security projects Actual expenditure	4,157,000
Climate change mitigation projects	0
Emergency projects Actual expenditure	15,050,000
Total	86,484,435

15. Depreciation and Amortization Expenses

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

16. Digital Hubs Expenses

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

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

17. Gain/loss on Sale of Assets

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

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

18. Impairment Loss

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

(Provide brief explanation on assets impairment loss)

19. Cash and Cash Equivalents

Name Of Bank and Account No.	2024/2025	Opening Statement 1 July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
<i>Name Of Bank, Account No. (Operations account)</i>	7,134,540	16,543,433
<i>Operations account pending closure (Indicate name & account no.)</i>		-
<i>Name of Bank, account No. (Deposit account)</i>	1,765,325	
<i>Name of Bank, account No. (PMC accounts)</i>	124,656,867	27,881,544
Total	133,556,732	44,424,977
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations <i>(Specify)</i>	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

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

20. Receivables from Exchange Transactions

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

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

21. Receivables from Non-Exchange Transactions

Description	2024/2025		Opening Statement 1- July 2024	
	Kshs		Kshs	
Transfers from NGCDFB	35,441,954		54,130,793	
Outstanding imprest	-		-	
Total	35,441,954		54,130,793	
Ageing Analysis- Receivables from non-exchange transactions	Insert	% of the total	Opening Balance	% of the total
Less than 1 year	35,441,954	100%	54,130,793	100%
Between 1-2 years		0%	-	
Over 3 years	-	0%	-	0%
Total	-	0%	-	0%

22. Prepayments

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

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

23. Property, Plant and Equipment

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

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

Valuation

Land and buildings/ Equipment (be specific) were valued by in line with the National Assets and Liabilities Management Policy and Guidelines (Issued 30th June 2020). These amounts were adopted on 1st July 2024.

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 Kshs	Accumulated Depreciation Kshs	NBV 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	-	-

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

24. Intangible Assets

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

25. Right-of use assets

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

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

As At 30 June 2025 (Current FY)	-	-	-	-
As At 30 June 2024. (Comparative Period)	-	-	-	-

26. Trade and Other Payables

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

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

27. Third-Party deposits

	<i>2024/2025</i>
	KShs
Retention as at 1 st July (A)	-
Retention held during the year (B)	-
Retention paid during the Year (C)	-
Closing Retention as at 30th June D= A+B-C	-

Retentions aging analysis.

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

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

28. Lease Liabilities

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

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

Maturity Analysis

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

Analysed as:

Description	Amount
Current	-
Non- Current	-
Total	-

29. Gratuity Provision

Description	2024/2025
	Kshs
Gratuity at the beginning of the year 1 st of July	1,089,756
Gratuity held during the year	675,569
Gratuity paid during the year	-
Total Gratuity Provision 30th June (A+B-C)	1,765,325

30. Cash Generated from Operations

	<i>Period ended June 2025</i>
	Kshs
Surplus for the period before tax	69,767,347
Adjusted for:	
Depreciation	-
Non-cash grants received	-
Contributed assets	-
Impairment	-
Gains and losses on disposal of assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
Working capital adjustments	
Changes in inventory	-
Changes in receivables	(18,688,839)
Changes in deferred income	-
Changes in Third party deposits	(675,569)
Changes in gratuity provision	-
Changes in payments received in advance	-
Net cash flow from operating activities	89,131,755

(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:

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

i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June (Current FY)				
Receivables from exchange transactions	-	35,441,954	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	35,441,954	-	-
As at 30 June (Previous FY)	-	-	-	-
Receivables from exchange transactions	-	54,130,793	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	54,130,793	-	-

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

Financial Risk Management

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

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June (Current FY)				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	675,569	-
Total	-	-	675,569	-
As at 30th June (Previous FY)	-	-	-	-
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-

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

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

iii) Market risk

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

a) Foreign currency risk

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

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

Current FY

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

Foreign currency sensitivity analysis

Current FY

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

Financial Risk Management

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

b) Interest rate risk

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

Management of interest rate risk

To manage the interest rate risk, management has endeavored to bank with institutions that offer favorable 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 xxx (Current FY: Kshs xxx). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs xxx (Current FY – Kshs xxx)

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

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

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

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

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

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

Non- Financial Assets	-	-	-	-
Investment Property	-	-	-	-
Land And Buildings	-	-	-	-
Total	-	-	-	-

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

iv) Capital Risk Management

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

Description	Insert Current FY	Opening Statement of July 20xx
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	-	-
Net Debt/(Excess Cash And Cash Equivalents)	-	-
Gearing	-	-

32. Related Party Disclosures

	<i>Insert current FY</i>	<i>Opening Statement 1 July 20xx</i>
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	208,000	-
		-
Transaction with the NGCDF Board		-
Transfers from the NGCDF Board during the year	198,130,793	-
Total	198,338,793	-

33. Segment Information

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

34. Contingent Assets and Contingent Liabilities

Contingent Assets

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

(Give details)

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

Contingent Liabilities

Description	Insert Current FY	Opening Statement 1 st July 20xx
	Kshs	Kshs
Contingent Liabilities	-	-
Court Case against the Entity	-	-
Bank Guarantees in Favour of Subsidiary	-	-
Contingent Liabilities arising from Contracts Including PPPs	-	-
Others (Specify)	-	-
Total	-	-

35. Capital Commitments

Capital Commitments	2024/2025	Opening Statement 1 st July 2025
	Kshs	Kshs
Authorised for	-	-
Authorised and Contracted for	-	-
Total	-	-

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

36. Events after the Reporting Period

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

37. Ultimate And Holding Entity

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

38. Currency

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

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

18. Annexes
Annex 1: Summary of Asset Register

Asset class	Historical Cost balance brought forward (Kshs)	Additions during the period (Kshs)	Disposals during the period (Kshs)	Historical Cost (Kshs) At Year/period End
Land				
Buildings and structures	10,590,000			10,590,000
Transport equipment	16,198,169			16,198,169
Office equipment, furniture, and fittings	6,824,699			6,824,699
ICT Equipment and Other ICT Assets	1,786,678			1,786,678t
Other Machinery and Equipment	114,465			114,465
Intangible assets				
Total	35,514,011	-	-	35,514,011

(Attach the complete asset register showing all the assets in the constituency with the date of purchase, cost of the asset, depreciation rate, depreciation for the year, accumulated depreciation and the NBV of the assets)

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

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
nengerpus pri			1,200,000	
Ngambo pry			2,960,768	2,585,768
Lorian pri			300,000	
shabaa pri			200,000	
LOWAMARA PRY SCHOOL			907,179	107,179
Siambu primary			1,204,054	4,054
seketet pry			1,200,000	
LMARI PRY SCHOOL			4,000,000	
nkopeliani pry			375,000	
St.mary primary			200,000	
SIRATA PRY SCHOOL			2,600,000	
ngamata pri			1,200,000	
LARIAK OROK PRIMARY SCHOOL			-	
LORUKOTI PRY SCHOOL			1,300,000	
Lgoss pri			2,464,603	2,164,603
loisukutan prim			865,809	
Kirimon primary			375,000	

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
Iorosoit pri			1,200,000	
Ichoro Ielerai pry			4,344,333	3,144,333
LKISHAKI PRIMARY			2,571,260	
Muslim pri			300,000	
PRIMARY SCHOOLS PROJECTS			2,806,567	
LOLGESE PRIMARY SCHOOL			1,300,000	
Iolmisigiyoi pri			300,000	
milimani primary			-	
LMARI PRIMARY SCHOOL			690,215	
Iorosoit pry			-	
KIRIMON PRIMARY SCHOOL 206			-	
LONGEWUAN PRI			200,000	
sura adoru pri			300,000	
LOOSUK PRI SCHL			1,403,827	167,836
MILIMANI PRY SCHL			1,317,962	17,962
LMARI PRY SCHOOL			1,300,000	
Muslim primary			1,255,103	55,103
nkutoto arus pri			300,000	
Naiborkeju pry			701,258	1,258

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
LOWAMARA PRY SCHOOL			1,301,058	1,058
LPOROS PRY SCHL			2,500,000	
Lodokejek pri schl			2,803,190	2,503,190
Lorrok primary			201,010	1,010
SUBTOTAL			700,000	
Seketet pri			300,000	
LORO SOIT PRIMARY SCHOOL				1,197
lpartuk primary			200,000	
kisima pry			1,200,000	
Lchoro Lelerai pri			300,000	
Ikuroto pri			1,709,220	1,409,220
KELELE PRY SCHOOL			250,000	
LOTURO PRI SCHOOL				
LOWA MARA PRIMARY SCHOOL			1,261,500	
NENGERPUS PRIMARY SCHOOL			-	
SURAADORU PRY SCHOOL			-	
garma primary			2,602,601	2,402,601
LOLKUNONO PRY			3,000,121	121
MARALAL PRIMARY SCHOOL			-	

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
sirata primary			200,000	
lchoro lelerai pri			300,000	
LOLMOLOG PRY			1,300,000	
NGARI PRY SCHOOL			1,300,000	
MUGUR PRIMARY SCHOOL			510	14,046
Lgoss pri			300,000	
Lmisigiyoi pri			202,082	2,082
Imari primary			2,400,000	
Tamiyoi primary			375,000	
Kirimon primary			1,200,000	
lemisigiyo pry			1,200,000	
ledero primar			1,568,983	
NKUTOTO ELEPERE PRY SCHOOL			1,301,238	1,238
lokuto primary			2,124,591	1,824,591
Naiborkeju pry			1,202,626	145,927
SAMBURU MIX SEC			232,469	32,469
NOMOTIO PRY SCHOOL			2,600,000	
LCHINGEI PRY SCHL			3,000,000	
Angata rongai pr			375,000	

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
milimani primary			300,000	
YARE PRY			1,302,121	2,121
LAKIRA PRY SCHOOL			2,605,275	5,275
LOIKAS PRY SCHOOL			2,600,000	
Lmisigiyoi pri			2,876,302	2,501,302
NTACHACHA PRIMARY SCHOOL			-	
Angata rongai pri			569,000	
Loltulelei pri			300,000	
Naiborkeju pry			375,000	
NKUTOTO ARUS PRY			1,200,000	
Muslim primary			2,728,773	2,528,773
Lare oibor pry			375,000	
lakira pri			200,000	
LKISHAKI PRY SCHOOL			2,600,000	
Ngano primary			322,497	122,497
lorukoti pri			300,000	
MORIJOI PRYMARY SCHOOL			462,564	62,564
Nontoto primary			1,076,345	701,345
YARE PRIMARY SCHOOL			-	

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
NKEJUEMUNY PRY			48,374	
Ntachata Primary			53,858	53,858
Pura primary			12,045	12,045
Seneiya special school			19,734	19,734
Lolborngare primary school			75,363	75,363
Loiragai			54,817	54,817
loiting primary			1,992	1,992
Lolmisingiyoi primary			56,590	56,590
Loshoo primary			54,365	54,365
Lpetpet primary			205,283	205,283
Kitabor primary			1,528	1,528
Ladala primary			207	207
lare oibor pry			56,402	56,402
LchinGEI PRY SCHL			3,296	3,296
Lesidai primary			19,885	19,885
Lkiloririti primary			2,123	2,123
Lkurum Primary			197,644	197,644
Suguta primary			3,040	3,040
Nontoto primary			98,348	98,348

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

PMC	2024	2025	Balance Current FY	Bank Balance Comparative FY
loitulelei primary			54,335	54,335
Kisima girls sec			700,000	
Iodokejek mixed			200,000	
krimon mixed			375,000	
loikas sec			375,000	
Maralal mixed			375,000	
Longewan mixed			377,188	2,188
Loosuk mixed sec			375,000	
Malaso mixed sec			591,972	216,972
ledero mixed sec			375,000	
Ngari mixed sec			1,200,000	
kirimon mixed			575,000	
Longewan mixed			3,500,000	
Lpartuk mixed			3,500,000	
LPARTUK MIXED			3,509,545	9,545
SUGUTA MIXED			3,500,000	
KISIMA MIXED			- 1,440,034	3,897
Milimani mix			389,706	389,706
Bishop lesuuda mixed			3,643,400	3,643,400

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

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY
Kirisia boys			1,470	1,470
Ldaranja primary			390	390
Sirata oirobi primary			1,703	1,703
Sirata oirobi mixed			51,927	51,927
st paul primary			2,121	2,121
MARALAL KMTC			-	
KIRISIA CHIEFS OFFICE			-	
LOGORATE ASS CHIEFS OFFICE			-	
LODOKEJEK ADMINISTRATION POLICE			-	
SUGUTA CHIEFS OFICE			42,180	42,180
KIRIMON POLICE STATION				
PURA NATIONAL POLICE RESERVE				
NOLKERA NATIONAL POLICE RESERVE			-	380
Maral assist chief			380	2,290
KISIMS POLICE			2,290	
Kirimon Police Station			-	
SAMBURU WEST SPORTS MANAGEMENT COMMITTEE			-	-
CURRUCULUM SUPPORT OFFICE			-	
SUBTOTAL			-	

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

PMC			Current FY	Bank Balance Completed FY
NG-CDF SAMBURU WEST			-	
LOLTULELEI PRY SCHOOL			-	
LOLTULELEI PRY SCHOOL			-	
MILIMANI PRY SCHOOL			-	
KIRIMON PRIMARY SCHOOL			-	
LESIDAI PRIMARY SCHOOL			-	
LKUROTO PRIMARY SCHOOL			-	31,797
TSC directors office			66,386	
Total			124,656,867	27,881,544

Annex 3: Progress On Follow Up of Auditor Recommendations

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

Paragraph No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Inaccuracies in opening balances The statement of receipts and payments and as disclosed in Notes 5 and 6 to the financial statements reflect unexplained variances between the opening balances reported in the current financial statement and the balances disclosed in prior year audited financial statements as outlined in the table below:</p>		Resolved	

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

Reference No. on the external audit Report	Issue / Observation Auditor			
	<p>Irregularities in Fuel Expenditure</p> <p>The statement of receipts and payments and as disclosed in Note 6 of the financial statement reflects Kshs. 11,146,718 in respect to use of goods and services. Included in</p> <p>this amount is Kshs. 2,037,020 in respect to fuel, oil and lubricants that was not supported with fuel registers and statements consumption. Further, the work tickets for the financial year under review were not closed at the end of every month. Consequently, the completeness and accuracy of oil & lubricants balance of Kshs 2,037,020 could not be confirmed.</p>		Not Resolved	
	<p>The summary statement of appropriation reflects final receipts budget and actual on</p>		Not Resolved	

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>a comparable basis Kshs. 302,270,976 and Kshs 248,140,183 respectively resulting to an under funding of Kshs. 54,130,793 or 18% of the budget. Similarly, the Fund spent Kshs 242,161,133 against a budgeted receipt of Kshs. 302,270,976 resulting to an under-utilization of Kshs. 60,109,842 or 2% of the budget.</p> <p>The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.</p>			



 Name **ERIC MWANZA**
 Fund Account Manager.