

REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 25 FEB 2026	DAY: WEDNESDAY
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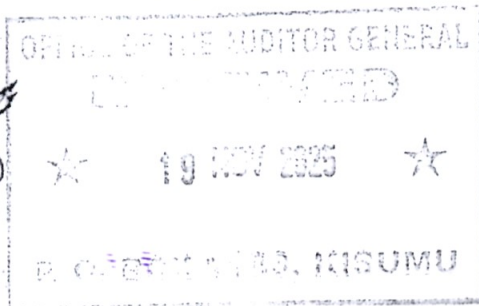
OF

THE AUDITOR-GENERAL

ON

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

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

NYAKACH CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025

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

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	xi
5. Statement Of Performance Against Predetermined Objectives for FY 2024/25.....	xvi
6. Governance Statement	xix
7. Management Discussion and Analysis	xxiii
8. Environmental and Sustainability Reporting.....	xxix
9. Statement Of Management Responsibilities.....	xxxiv
10. Report Of the Independent Auditor on the NGCDF- Nyakach Constituency	xxxvi
11. Statement of Financial Performance for the Year Ended 30th June 2025	1
12. Statement Of Financial Position As At 30th June, 2025	2
13. Statement of Changes in Net Assets for the year ended 30 June 2025	4
14. Statement Of Cash Flows for The Year Ended 30th June 2025	5
15. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025	6
16. Budget Execution by Sectors And Projects For The Year Ended 30 th June 2025	8
17. Notes to the Financial Statements.....	22
18. Annexes	60



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

1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

(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 realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;



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

- 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 Nyakach 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	Michael Odit Onyango
2.	National Sub-County Accountant	Joseph Ollando
3.	Chairman NGCDFC	Joel Onono Mckodongo
4.	Member NGCDFC	Dorothy Atieno Oricho

(c) Fiduciary Oversight Arrangements

The Audit Committee of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Nyakach 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.

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

(d) NGCDF Nyakach Constituency Headquarters

P.O. Box 169-40111 Pap Onditi
Constituency Office
Off Katito/Kendu Bay Road at Pap Onditi Market
Pap Onditi, Kenya

(e) NGCDF Nyakach Constituency Contacts

Telephone: (254) 724 525 425
E-mail: cdfnyakach@ngcdf.go.ke
Website: www.ngcdf.go.ke

(f) NGCDF Nyakach Constituency Bankers

1. Operations Account
Kenya Commercial Bank
Sonde Branch
P.O. Box – 287-40109
Sonde
2. Deposit Account
Equity Bank
Sonde Branch
P.O. Box
Sonde.
3. Project Management Committees
Equity Bank
Sonde Branch
P.O. Box
Sonde.

Kenya Commercial Bank
Sonde Branch
P.O. Box 287-40109
Sonde.

(g) Independent Auditor

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





(h) Principal Legal Adviser

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



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

3. NGCDF Committee

Name	Details
 Joel Onono Mckodongo- Chairman	Date of Birth: 1 st January 1951 Academic Qualification: Diploma In Telecommunication City of Guild Of London Institute Work Experience: Currently serving Chair to NG CDF Committee Nyakach Constituency
 Dorothy Atieno Oricho- Secretary	Date of Birth: 3 rd September 1989 Academic Qualification: Certificate In Nutrition – Thika School of Medical And Health Sciences Work Experience: Currently serving secretary to the NG CDFC Committee Nyakach Constituency
 Herbert Odhiambo Owiti- member	Date of Birth: 17 th May 1997 Academic Qualification: Degree In Entrepreneur Studies Moi University Work Experience: Currently serving member to the NG CDFC Committee Nyakach Constituency male youth representative
 Tom Mboya Miruka member	Date of Birth: 18 th July 1973 Academic Qualification: Kenya Certificate of Secondary Education Work Experience: Currently serving member to the NG CDFC Committee Nyakach Constituency male adult representative

 <p>Rosemary Akumu Odika member</p>	<p>Date of Birth: 1st January 1965 Academic Qualification: Kenya Certificate Of Primary Education – K.C.P.E Work Experience: Currently serving member to the NG CDFC Committee Nyakach Constituency female adult representative</p>
 <p>Nashon Osenya- Member</p>	<p>Date of Birth: 12th November 1958 Academic Qualification: Certificate Of Skill Upgrading Trade Test Kisumu Industrial Training Centre Work Experience: Currently serving member to the NG CDFC Committee Nyakach Constituency PWD representative</p>
 <p>Henry Odingo-member</p>	<p>Date of Birth: 1st February 1976 Academic Qualification: Certificate In Basic Application Software – Sigotop Career Development College Work Experience: Currently serving Co-opted member to the NG CDFC Committee Nyakach Constituency</p>
 <p>Everlyne Odongo- member</p>	<p>Date of Birth: 31st December 1996 Academic Qualification: Certificate In Ecde – Nyanza College Of Ecde Work Experience: Currently serving member to the NG CDFC Committee Nyakach Constituency Female youth representative</p>

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

 <p>Job Anunda-Deputy County commissioner</p>	<p>Date of Birth: 1st December 1958 Academic Qualification: Graduate Bachelor of Arts – Egerton University Work Experience: Currently serving Deputy County Commissioner- Nyakach Sub County</p>
 <p>Michael Odit Onyanyo- Fund Accounts Manager</p>	<p>Date of birth :11th August 1977 Academic Qualification: Undergraduate BCOM, MS Finance University of Nairobi, CPA part 3. Work Experience: Currently serving Fund Account Manager NG-CDF board at Nyakach Constituency.</p>

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

4. NG-CDFC Chairman's Report



Joel Onono Mckodongo
Nyakach NGCDFC Chairman

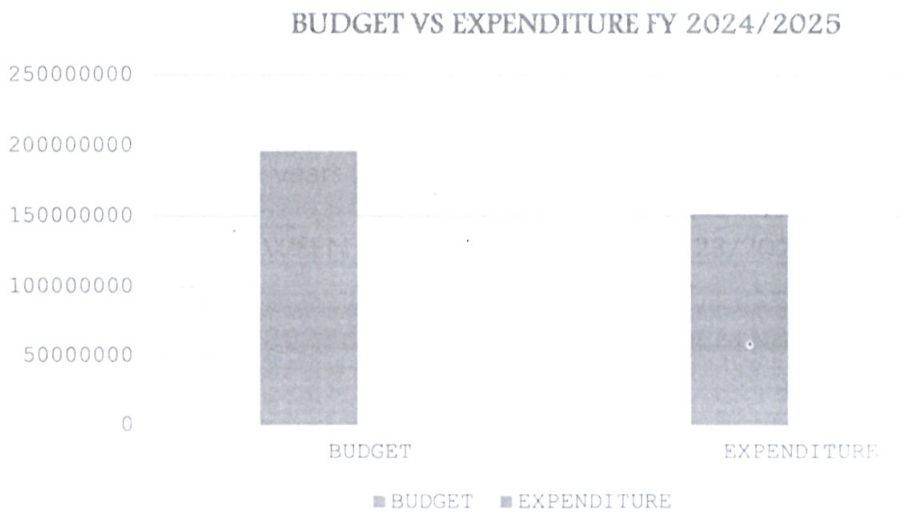
The financial year of 2024/2025 Nyakach Constituency through NG CDFC Committee presented a proposed budget of Ksh.179, 629,954.47 to the NG CDF Board for approval in order to implement various projects within the constituency. During the financial year under review Nyakach Constituency Committee received an allocation of Kshs. 196,538,040 from NGCDF Board .These funds disbursed by the board were inclusive of the previous year's outstanding funds pending approval from the NG CDF board amounting to Kshs. 40,538,040 with an additional funds of Kshs. 156,000,000 being part of FY 2024/2025 approved allocations for disbursement from the total allocation of Kshs. 179,629,954.47. Towards the closure of the financial year 2024/2025 a total of Ksh.23, 629,954.47 was still pending for approval for disbursement from the NG CDF Board.

The Constituency Committee allocated a total of Kshs. 151,512,824.80 to various approved projects within the financial year which translates to 77% of the total disbursements received in the financial year 2024/2025.

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

The following is the graphical analysis of the annual budget against the annual expenditure for the FY 2024/2025

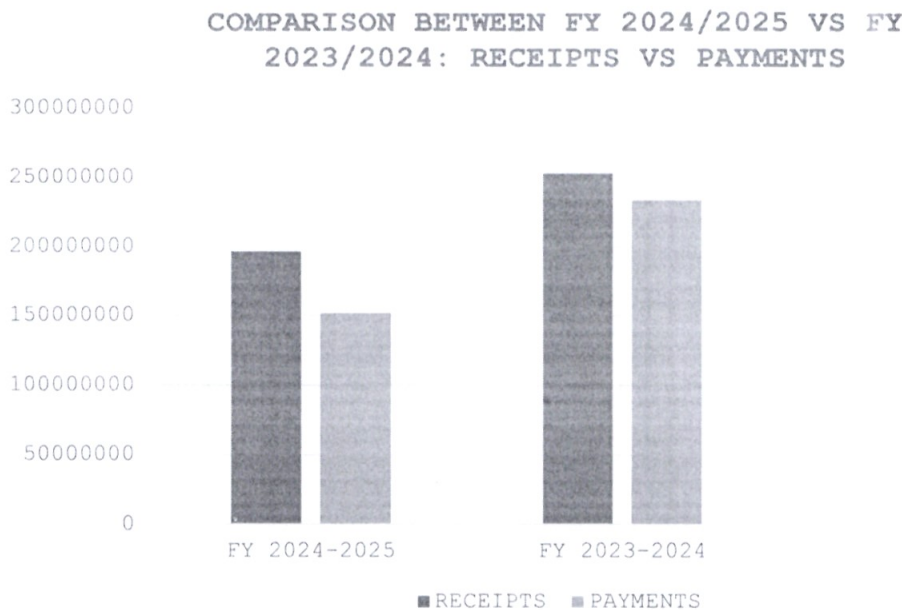
1. BUDGET VS EXPENDITURE FY 2024/2025



Nyakach NG-CDF has implemented various projects within the constituency during the financial year 2024/2025 which were part of ongoing projects.

Below is the graphical analysis that shows the comparisons between financial years 2024/2025 and financial years 2023/2024 both in receipts and payments.

2. COMPARISON BETWEEN FY 2024/2025 VS FY 2023/2024: RECEIPTS VS PAYMENTS



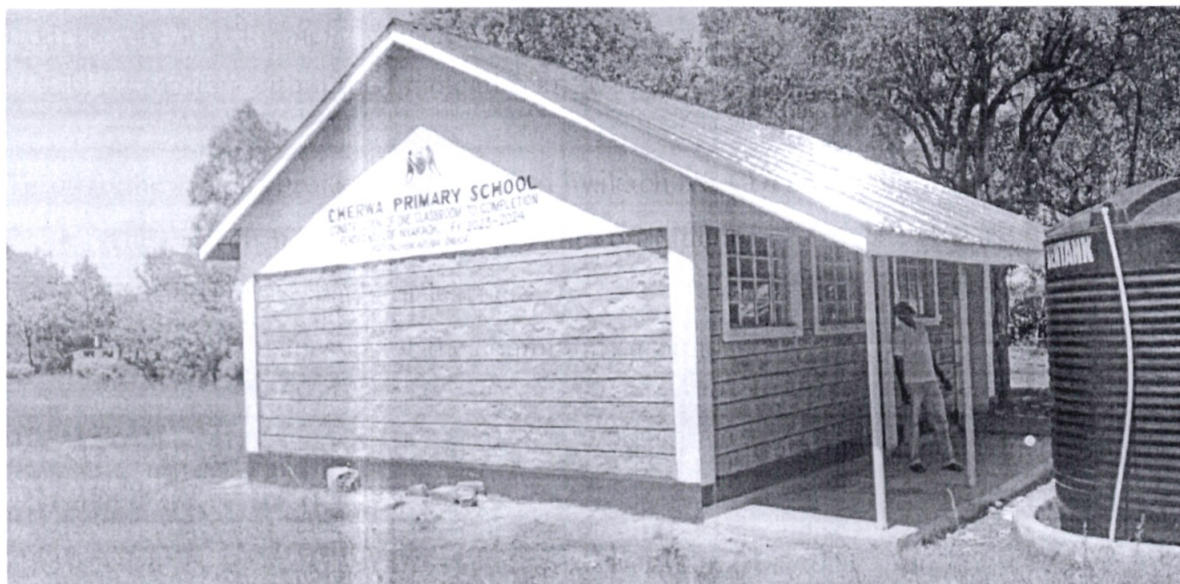
Key Achievement

During the financial year under review the Committee managed to implement projects that were from the previous financial year 2023-2024. The committee also managed to disburse bursaries of Ksh. 52 Million within the financial year 2024-2025.

Through the various projects implemented nyakach NG CDF has achieved as follows

- The projects have created jobs for the constituents
- Provided more space for learners
- Improved businesses for the community around

Provided below are some of the sample pictures of the projects implemented during the financial year 2024/2025



Cherwa Primary School

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



Kusa Primary School



Magunga Secondary School



Nyakach Girls High School



Nyakach Ablution Block

Emerging Issues

Emerging issues include:

1. High demand for bursary disbursement due to abject poverty within the constituency.
2. High cost of living that has affected the cost of construction materials more specifically towards construction of classrooms and other buildings reducing the number of projects to be implemented.

Challenges and Way Forward

There are many challenges affecting project implementation but the most serious challenge is the projects implementation timeline witnessed by the committee during the financial year due late disbursement of funds .This has negatively impacted on the funds absorption and non-implementation compliance of projects and timelines.

The NGCDF BOARD should therefore endeavor to ensure timely approval of funds to the committees for timely implementation of projects.

Joel Onono Mckodongo
Chairman NGCDF Committee

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

Introduction

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

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

1. Education Accessibility and improvement of educational infrastructure
2. Increase access, transition and retention of learners in basic education through increasing bursary disbursements
3. Youth empowerment Activities through construction of digital hubs within the constituency
4. Increase access to literacy and empower constituency members through different groups
5. To train and support youths on digital connectivity and online businesses.
6. Monitoring and Evaluation

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	To improve and Expand education infrastructure	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels	In FY 2024/25 We constructed 2 new classrooms both primary and secondary into completion, and 1 renovated others into completion. 1 tuition block with library, 1 science laboratory Purchased 1 school bus for nyakach technical institute Bursary beneficiaries at all

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

				levels were given totaling to Ksh 50 million
Youth Empowerment Activities	To Nurture talent and empower the youth economically	Equipping Youth with Skills for Employability, Business, and Entrepreneurship	Number of youths equipped with skills for employability, business and indentureship	Trained youths on job creation online.
Security	To enhance security in the entire constituency	Enhancing physical infrastructure for security and public administration personnel	Number of infrastructures for security and public administration personnel	1 chief's office complete. And 1 police post complete
Administration and governance	To continually improve on the quality of Nyakach NG-CDF and enhance efficiency on provision of public service for sustained socio-economic transformation	Training and capacity building of NG-CDF committee and staff Holding consultative forums with technical officers and other key stakeholders Implementation of the performance contract signed annually between NG-CDFCs and the Board Develop mechanisms that promote public participation in decision making Develop and implement a service delivery charter	Number of training Trainings held for committee and staff Number of consultative meetings held with technical officers and key stakeholders	One training done to both the committee Several consultative meeting held

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

Information communication and Technology	Seek to Implement Digital Transformation during the plan period through enhancement of ICT infrastructure and services	Construct and equip ICT centers across the constituency	Number of ICT centers to be implemented across the constituency	At a planning stage
Climate change mitigation activities	To promote environmental sustainability in the constituency	Promotion of alternate/ Renewable energy sources to shift from overreliance on firewood Purchase of tree seedlings and their planting	Number of renewable energy sources Number of tree seedling purchased and planted	Was implemented during the financial year. 13 schools benefitted
Monitoring and Evaluation	To strengthen the M&E function to improve tracking of implementation NG-CDF programs	Train NG-CDFC members on Participatory Project M&E Building capacity of PMCs on project management cycle Organizing regular projects monitoring field visits Review of the Strategic Plan	Number of trainings Number of PMC trained and Number of field visits Number of SP reviews	One training done 4 project monitoring field visits

6. Governance Statement

Appointment of NG-CDFC

The establishment of the National Government Constituency Development fund Committee consist of;

- a) The national Government official responsible for the coordination of national government functions.
- b) Two men each nominated in accordance with sub section(3)of the NG CDF Act 2015,one of whom shall be a youth at the date of appointment.
- c) Two women nominated in accordance with subsection (3),one of whom shall be a youth at the date of appointment.
- d) One person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with sub section (3) of the Act
- e) Two persons nominated by the constituency established under regulations made pursuant to the parliamentary service Act.
- f) The officer of the board seconded in the constituency committee by the board who shall be an ex-officio member without a vote.
- g) One member co opted by the board in accordance with the regulations made by the board.

The quorum of the constituency committee shall be one half of the total membership.

The term of office of the members of the constituency committee shall be two years and shall be renewable but shall expire upon the appointment of a new constituency committee in the manner provided for in the act or as may be approved by the board.

Whenever a vacancy occurs in the constituency committee by reasons of resignation, incapacitation or demise of a member, the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of thirty days.

The constituency committee shall meet at least six times in a year but the committee shall not hold more than twenty four meetings in the same financial year including sub committee meetings.

Removal from office;

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

- a. Lack of integrity
- b. Gross misconduct
- c. Embezzlement of public funds
- d. Bringing the committee into disrepute through unbecoming personal public conduct.

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

- e. Promoting unethical practices
- f. Causing disharmony within the committee
- g. Physical or mental infirmity

A decision to remove a member under subsection (13) shall be made through a resolution of at least five members of the committee and the member sought to be removed shall be given a fair hearing before the resolution is made.

Dissolution of constituency Committee

A person may present a petition to the board for the dissolution of a constituency committee setting out the alleged facts constituting any one or more of the following grounds for dissolution

- a) A serious violation of the constitution or any other law including a contravention of chapter Six
- b) Gross misconduct, whether in performance of the member's or office holder's function or otherwise;
- c) Incompetence
- d) Bankruptcy or
- e) Any other cause as may be deemed justifiable

Functions of the NG CDFC

- i. Capacity build Project Management Committees and sensitize the Community on the operations of the Fund
- ii. Consider all project proposals from all wards in the constituency and any other projects which the Committee considers beneficial to the constituency;
- iii. Ensure that all projects, proposed and approved for funding meets the requirements of Section 24 of the Act.
- iv. Ensure Project proposals submitted to the Board include detailed budget proposal, procurement and work plans
- v. Consult with relevant government departments to ensure that cost estimates for the projects are realistic
- vi. Monitor the implementation of projects as per the Monitoring and Evaluation framework prescribed by the Board;
- vii. Receive and address complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- viii. Ensure labelling of projects as per guidelines issued by the Board;
- ix. Recruit staff as per Section 45 of the Act.

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

b. NG-CDFC Induction and training

In the year 2024/2025, the NGCDF Committee were trained by the NGCDF Board. The training focused on enhancing committee’s knowledge in key areas critical to effective fund management, governance, and operational efficiency. Key topics included an overview of the NGCDF Act and its regulations, construction management, project cycle management, financial management under the PFM Act, and performance contracting.

The training emphasized the importance of gender mainstreaming, environmental and disaster management, audits and risk management, quality management systems, and compliance with procurement laws. Additionally, the program addressed human resource management, taxation and statutory requirements, governance, integrity, corruption prevention, communication linkages with stakeholders, and safeguarding NGCDF funds. The comprehensive training aimed to equip committee members with the skills necessary to manage NGCDF projects effectively while ensuring transparency, accountability, and adherence to statutory guidelines.

c. Number of meetings;

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

In Nyakach Constituency, the NG-CDF Committee conducted eighteen meetings and, six sub-committee meetings.

Name of committee member	Meetings held											
	24/9/24	29/10/24	12/11/24	2/12/24	5/12/24	9/1/25	4/2/25	24/3/25	4/4/25	27/5/25	27/6/25	8/1/25
Joel Onono- chairman	√	√	√	√	√	√	√	√	√	√	√	√
Dorothy Atieno- Secretary	√	√	√	√	√	√	√	√	√	√	√	√
Herbert Odhiambo- member	√	√	√	√	√	√	√	√	√	√	√	√
Nashon Oгода- member	√	√	√		√	√	√	√	√	√	√	√
Rosemary Akumu- member	√	√		√	√	√	√	√	√	√	√	√
Tom Mboya- member	√	√	√		√	√	√	√	√	√	√	√
Evaline Akoth- member	√	√			√	√	√	√	√	√	√	√
Henry Okoth- member	√	√		√	√	√	√	√	√	√	√	√
Job Anunda- DCC	√	√	√		√	√	√		√	√	√	
Michael Odit-FAM	√	√			√	√	√	√	√	√	√	

d. Remuneration Rates

Each is entitled to Ksh. 5,000 per member and Ksh 7,000 for the chairperson.

e. Disclose the policy on conflict of interest

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

f. Succession plan

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

g. Ethics and code of conduct

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

h. Risk Management

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

- Identify and mitigate risks
- Identify and report

7. Management Discussion and Analysis

Overview

For the past five years nyakach constituency has pursued the goal of equal distribution of resources, education for all children within the constituency and self-reliance through the programs and funds disbursed by the national government constituency development. Since most of the people are poor, NG CDFC committee has managed to establish, disburse and implement various projects at ward levels within the constituency aiming at transforming lives guided by the NG CDF act. The main goal for the implementation of the projects is to have sustainability of the people within the constituency and improve their lives through these projects majorly construction and disbursement of bursaries to needy students that has increased enrolment.

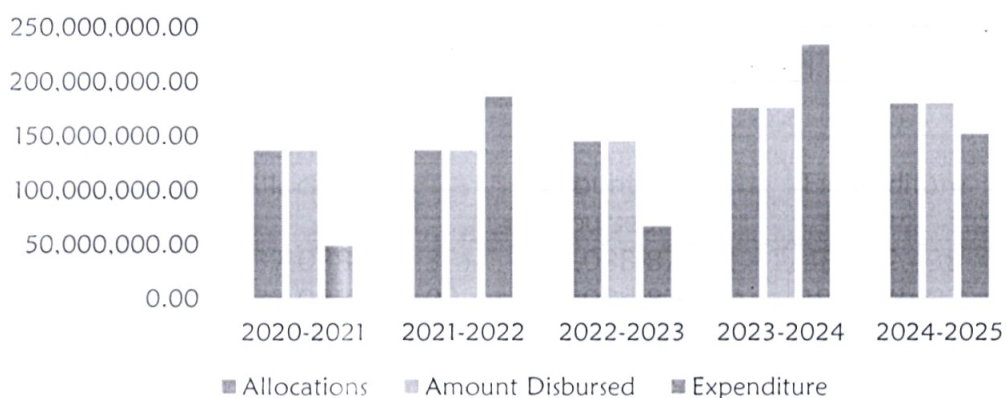
a) Sector Performance

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

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

Financial Year	Allocation	Amount Disbursed	Expenditure
2020-2021	137,088,879.31	137,088,879.31	48,982,438
2021-2022	137,088,879.00	137,088,879.00	186,071,317
2022-2023	145,087,603.00	145,087,603.00	66,591,564
2023-2024	175,361,810.00	175,361,810.00	233,775,676.30
2024-2025	179,629,954.47	179,629,954.47	151,512,824.80
Total	774,257,125.78	774,257,125.78	686,939,820.10

Allocations vs Disbursements



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

From the above data, Nyakach NG-CDF has been able to receive a total of Ksh 774,257,125.78 within the last five financial years. The resources have been utilized to improve the various sectors in terms of infrastructure and provision of bursaries to needy students in secondary and tertiary institutions.

Based on the above information for the last two financial years; the key consumer of the resources is Education sector with an average of 56% of the entire allocation and secondly the security sector with average of 4%. This is an indicator that the Fund has put more efforts in improving the academic standards of Nyakach constituency through both the infrastructure and bursaries to needy students studying in various institutions.

Further from the above analysis, it is important to note that the Fund has been able to serve the rural communities and be able to improve on the living standards of the people, poverty eradication being one of its key objectives. The management advocates for more resource allocation to further improve on its mandate.

b) Key Projects and the impact to the community

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

The Fund has also been able to construct additional classrooms, Administration offices, science laboratories, purchase of institution bus and renovations in the various primary, secondary schools and tertiary institutions, key among them, Kabuya Primary, Sangoro Primary, Urudi Primary, Magunga Secondary and Nyakach Technical Institute bus will be able to decongest the learning space for the students and provide conducive learning environment for the schools. They have also reduced the pressure on additional land for the institutions which has been a great challenge and make transportation of students easy when going out for institutional activities.

A part from the key projects indicated above, Nyakach NG-CDF has equally provided infrastructure to various institutions across the constituency including the recent matching fund arrangement with the Ministry of Education to construct Junior Secondary School classrooms

Provided below are some of the sample pictures of the key projects implemented



Nyakach Technical & Vocational College

Impact to the Community.

- Enhancing student safety.
- Improving transportation efficiency to the community.
- Job creation to the drivers, mechanics and support staff.
- Provides a space for students to interact and build relationship



Ogoro Police Station

Impacts to the community.

- Crime reduction

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

- Community safety and security
- Community policing initiatives.
- Improved response times



Magunga Secondary School Science Laboratory

Impact to the Students

- Enhanced understanding
- Skill development
- Improved attitudes
- Problem solving and critical thinking
- Real world connection



Olwa Special School

Impact to the Students

- Fostering a more inclusive and effective learning environment

- Provide tailored support
- Improved academic outcomes
- Enhanced social emotional development
- Increased engagement and motivation



Ragen AIC Mixed Secondary

Impact

- Centralized management
- Improved decision making
- Enhanced security
- Efficient resource allocation
- Effective communication
- Professional environment

c) Compliance with statutory requirements.

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

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

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

d) Review of the Economy, Sector and Future Developments

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

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

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

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

e) Major risk facing the fund

The fund is affected by policy instability where shifts in government and policy changes which disrupts long term projects and removal of the fund.

f) Future development

The Kenyan Economy has not been doing well in the past years due to the many factors such as the Covid 2019 that reduce the business growth and hence revenue collection. NG-CDF as a fund was equally affected by the same whereby the cost of implementing projects increased hence affecting completion timelines and even the budget process. In the last three years there has been improvement in the revenue growth which has led to increased budgetary allocation of the Fund even at the constituency level.



.....
Name: Michael Odit Onyango
Fund Account Manager

8. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

The impacts of climate change such as resource scarcity and food insecurity can lead to heightened security risks including conflict between family members and neighbouring constituencies, it's because of this we are committed to building more prosperous future by providing services and projects that meet the development needs of our constituents.

3. Sustainability strategy and profile -

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

- a. **Education and Training:** Nyakach 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 intention to provide better working environment for the security providers within the constituency as well 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 the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

4. Environmental performance

- In the FY 2024/2025 we were able to disburse a total of Ksh 1,365,000 Million to 10 schools to supply seedlings of indigenous trees to conserve the soil.

5. Employee welfare

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

6. Marketplace practices-

Nyakach Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

7. Community Engagements-

Nyakach 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

Nyakach Constituency deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituents, considering the national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long-term, was submitted to the NGCDF Board in accordance with the Act.

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

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

Public Awareness

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

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



.....
Name: Michael Odit
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-Nyakach 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-Nyakach 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- Nyakach 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.

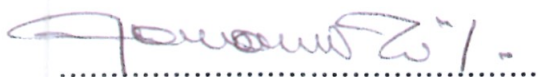
*National Government Constituencies Development Fund (NGCDF) Nyakach Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

The Accounting Officer in charge of the NGCDF Nyakach 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- Nyakach Constituency financial statements were approved and signed by the Accounting Officer on 30th June 2025.



Name: Joel Onono

Chairman – NGCDF Committee



Name: Michael Odit

Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NYAKACH 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 the 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 the Lawfulness and Effectiveness in 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 the 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 transitional IPSAS financial statements of National Government Constituencies Development Fund – Nyakach Constituency set out on pages 1 to 71, which comprise of the statement of financial position as at 30 June, 2025, and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year

then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Nyakach 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 (Amended 2022), Public Finance Management Act, 2012 and the National Treasury and Economic Planning Circular No. 3 of 14 April, 2025.

Basis for Qualified Opinion

1. Unexplained Variances on Employee Costs and Gratuity Provision

The statement of financial performance and as disclosed in Note 10 to the financial statements reflects an amount of Kshs.5,045,627 in respect of other employee costs. However, the schedule provided for audit show an amount of Kshs.5,010,314 resulting to unexplained variance of Kshs.35,313. Further, the statement of financial position and as disclosed in Note 29 to the financial statements reflects a balance of Kshs.1,972,235 in respect of gratuity provision. However, the schedule provided for audit show an amount of Kshs.1,769,871 resulting to unexplained variance of Kshs.202,364.

In the circumstances, the accuracy and completeness of employee costs and gratuity provision amounting to Kshs.5,045,627 and Kshs.1,972,235, respectively could not be confirmed.

2. Property Plant and Equipment

The statement of financial position reflects a balance of Kshs.10,297,527 in respect of property, plant and equipment. However, Note 23 to the financial statements reflects a balance of Kshs.12,974,699 in respect of additions to property, plant and equipment while the asset register reflects a balance of Kshs.9,903,171 resulting to unexplained variance of Kshs.3,071,528. No explanation was provided for the variance.

In the circumstances, the accuracy and completeness of property, plant and equipment balance of Kshs.10,297,527 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Constituencies Development Fund - Nyakach Constituencies 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 on comparable basis reflects revenue budget and actual revenue of Kshs.307,264,108 and Kshs.283,634,154 respectively, resulting to under-funding of Kshs.23,629,954 or 8% of the budget. Similarly, the Fund spent Kshs.177,330,934 against actual budget of Kshs.307,264,108 resulting to under-utilization of Kshs.129,933,174 or 42 % of the budget.

The under-utilization affected the implementation of planned programmes and activities and may have impacted negatively on service delivery to the public of Nyakach.

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 Matters

In the prior years' 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, respectively. Review of the status during audit of the National Government Constituencies Development Fund – Nyakach Constituency in 2024/2025 revealed that the following matters remained unresolved;

	Financial Year	Audit Issue
1	2023/2024	Inaccuracies in the Financial Statements
2	2023/2024	Variance in Compensation of Employees
3	2023/2024	Unsupported Bursaries to Tertiary Institutions
4	2023/2024	Unsupported Expenditure of Bursaries to Special Schools
5	2023/2024	Unpresented Cheques
6	2023/2024	Budgetary Control and Performance
7	2023/2024	Lack of Approved Procurement Plan
8	2023/2024	Lack of Internal Audit Review

Other Information

The Management is responsible for the Other Information set out on page iii to xxxv which comprise of Key Constituency Information and Management, NG-CDF Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, 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 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. Physical Verification of Projects

Physical verification carried out during the month of September, 2025 revealed the following anomalies:

(i) Poor Workmanship at West Nyakach Chief's Office

Renovation works at West Nyakach Chief's Office was awarded to a firm at a contract sum of Kshs.1,423,404. Physical verification revealed that the steel door to the armory was built in a way that could not provide sufficient security to ensure proper safekeeping of the arms as it appears to be weak. Further, the block had not yet been connected to electricity as per the contract agreement. In addition, the paint in some parts of the external walls had started to chip off.

(ii) Poor Workmanship at Ogoro Police Station

Construction of a septic tank at Ogoro Police Station was awarded to a firm at a contract sum of Kshs.697,850. Physical verification revealed that the works were complete and in use. However, it was surrounded and covered by overgrown bushes

limiting accessibility and posing potential health and safety risks an indication that it is poorly maintained. Further, it was not labelled.

(iii) Poor Workmanship at Nyabola Secondary School

Physical verification of construction of administration block at Nyabola Secondary School awarded to a firm at a contract sum of Kshs.2,497,290 revealed that the project was complete and in use but the interior walls had multiple cracks an indication of poor workmanship.

In these circumstances, due to poor workmanship and non-maintenance of completed projects, the value for money spent on these projects could not be confirmed.

2. Project Implementation Status

During the year under review, the Fund had planned to implement seventy - one (71) projects at a cost of Kshs.104,550,435. Out of this number, sixty -seven (67) or 94% of the projects amounting to Kshs.85,850,435 were on-going, one (1) or 1% of the projects amounting to Kshs.3,000,000 was complete while three (3) or 4 % of the projects amounting to Kshs.15,700,000 was awaiting approval from the CDF -Board.

In the circumstances, the value for money on the ongoing and incomplete 67 projects that were to be implemented during the year and the amount expended could not be confirmed.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standard requires 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 are in compliance, 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 effects of the matter 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 overall governance were not effective.

Basis for Conclusion

Lack of Internal Audit Review

The Internal Audit Unit of the National District treasury is expected to carry out internal control assessments of the Fund's activities. However, there is no evidence that such assessments have been carried out as yet. As a result, the Fund's internal control

environment may be weak and the situation may have hampered the efficient and effective execution of the Fund activities.

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 control, 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue ability as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation 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

21 November, 2025

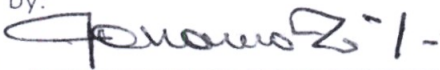
National Government Constituencies Development Fund (NGCDF) Nyakach Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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

	Note	2024/2025
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	179,629,954
Transfers from domestic and foreign partners	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	8,500
Total revenue		179,638,454
Expenses		
Employee costs	10	5,045,627
Committee expenses	11	4,601,706
Use of Goods and Services	12	6,913,369
Other Government Units Actual expenditure	13	95,475,669
Other Grants and Transfers Actual expenditure	14	52,979,714
Depreciation and amortization expense	15	2,796,172
Digital Hubs Expenses Actual expenditure	16	-
Total expenses		167,812,257
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		11,826,198

The Constituency financial statements were approved by the NGCDFC on 30th June 2025 and signed

by:



Chairman NG-CDF
Committee
Name: Joel Onono



National Sub-County
Accountant
Name: Joseph Ollando
ICPAK M/No:19838



Fund Account Manager
Name: Michael Odit

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

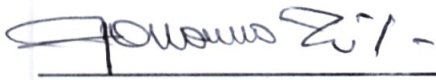
12. Statement Of Financial Position As At 30th June, 2025

	Note	2024/2025	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	106,303,220	87,032,173
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	23,629,954	40,538,040
Prepayments	22	161,590	-
Total Current Assets		130,094,765	127,570,213
Non-Current Assets			
Property, Plant and Equipment	23	10,297,527	119,000
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		10,297,527	119,000
Total Assets (A)		140,392,292	127,689,213
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third Party Deposits	27	-	-
Lease Liabilities	28	-	-
Gratuity Provision	29	1,972,235	1,095,354
Total Current Liabilities		1,972,235	1,095,354
Non-Current Liabilities			
Lease Liabilities	28	-	-

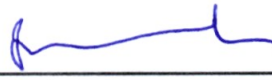
National Government Constituencies Development Fund (NGCDF) Nyakach Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Total Liabilities (B)		1,972,235	1,095,354
Net Assets (A-B)		138,420,056	126,593,859
Revaluation Reserves		138,420,056	126,593,859
Accumulated Surplus			
Total Net Assets		138,420,056	126,593,859

The Constituency financial statements set out on pages 1 to 23 approved by NG CDFC on 30 June 2025 and signed by:



Chairman NG-CDF
Committee
Name: Joel Onono



National Sub-County
Accountant
Name: Joseph Ollando
ICPAK M/No: 19838



Fund Account Manager
Name: Michael Odit

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

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

Description	Revaluation Reserves	Accumulated surplus/Deficit	Total
		Kshs	Kshs
Fund Balance as at 30 th June 2024	19,181,610	-	19,181,610
Adjustments			
Recognition of Assets	108,507,603		108,507,603
Recognition of Liabilities	1,095,354		1,095,354
As at July 1, 2024	126,593,859		126,593,859
Surplus/(Deficit) For the Period	11,826,198		11,826,198
Revaluation Gain/Loss	-	-	-
As at June 30, 2025	138,420,056	-	138,420,056

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

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

	Notes	2024/2025
		Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		196,538,040
Transfers from domestic and foreign partners		-
Finance income		-
Miscellaneous income		8,500
Total Receipts		196,546,540
Payments		
Employee costs		4,168,746
Committee expenses		4,601,706
Use of Goods and Services		7,074,959
Other Government Units Certified Works		95,475,669
Other Grants and Transfers		52,979,714
Digital Hubs Expenses		-
Total Payments		164,300,794
Net Cash Flows from/ (used in) Operating Activities	30	32,245,746
Cash flows From Investing Activities		
Purchase of PPE		12,974,699
Purchase of Intangible assets		
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		12,974,699
Net increase/(decrease) in cash & Cash equivalents		19,271,047
Cash Flows from Financing Activities		
Lease Payment		
Net Cash Flows from Financing Activities		19,271,047
Cash and cash equivalents at 1 July	19	87,032,173
Cash and cash equivalents at 30 June	19	106,303,220

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

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		C=(a+b)	d	e=(c-d)	f=d/c*100
	2024/2025	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024/2025	2024/2025		
Revenue							
Transfers From the NGCDF Board	179,629,954	87,032,173	40,538,040	307,200,167	283,570,213	23,629,954	92%
Grants/donations from other entities	-	-	-	-	-	-	0%
Finance income	-	-	-	-	-	-	0%
Miscellaneous income	-	63,941	-	63,941	63,941	-	100%
Totals	179,629,954	87,096,114	40,538,040	307,264,108	283,634,154	23,629,954	92%
Expenses							
Employee costs	5,522,984	294,058	-	5,817,042	4,316,641	1,500,401	74%
Committee expenses	4,618,189	-	-	4,618,189	4,601,706	16,483	100%
Use of Goods and Services	6,025,478	901,586	-	6,927,064	6,927,064	(0)	100%
Other Government Units Certified Works	67,300,000	68,698,955	30,023,040	166,021,995	95,531,110	70,490,885	58%
Other Grants and Transfers	76,506,358	5,091,841	2,865,000	84,463,199	52,979,714	31,483,485	63%
Digital Hubs Expenses	18,500,000	-	4,000,000	22,500,000	-	22,500,000	0%
Acquisition of Asset	968,945	12,045,733	3,650,000	16,664,678	12,974,699	3,689,979	78%
Funds Pending Approval**	188,000	63,941	-	251,941	-	251,941	0%
Total Expenditure	179,629,954	87,096,114	40,538,040	307,264,108	177,330,934	129,933,174	58%
Surplus for the period	-	-	-	-	106,303,220	(106,303,220)	

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

Explanatory Notes.

- (a) Underutilization on transfer to other government units disbursement, other grants and transfers and other payments was due to late disbursements of funds by the board
- (b) Employee salaries at 74% with the utilization difference being staff gratuity
- (c) Other government units is at 58 % since the funds transfers were not implemented fully.
- (d) Other grants and transfers is at 63% since transfers of funds was done late from the board
- (e) Digital hubs and other payments are at 0.0% since disbursement of funds were late at the closure of the financial year
- (f) Overall utilization difference is at 60% due to undisbursed funds from the board as at 30th June 2025

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	129,933,174
Less undisbursed funds receivable from the Board as at 30 th June 2025	23,629,954
Cash and Cash Equivalents at the end of the 30 th June 2025	106,303,220

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 30th June 2025 and signed by:



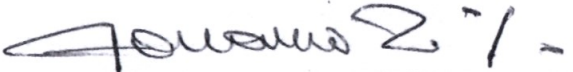
Fund Account Manager

Name: Michael Odit



National Sub-County Accountant

Name: Joseph Ollando
ICPAK M/No: 19838



Chairman NG-CDF Committee

Name: Joel Onono

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

Programme/Sub-programme	Original Budget Kshs	Adjustments		Final Budget Kshs	Actual on comparable basis Kshs	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	5,522,984	294,058		5,817,042	4,316,641	1,500,401
1.2 Committee allowances	1,868,189	-		1,868,189	1,868,189	-
1.3 Use of goods and services	3,386,624	851,586		4,238,210	4,238,210	(0)
Sub-total	10,777,797	1,145,644	-	11,923,441	10,423,040	1,500,401
2.0 Monitoring and evaluation						
2.1 Capacity building	220,000	-		220,000	220,000	-
2.2 Committee allowances	2,750,000	-		2,750,000	2,733,517	16,483
2.3 Use of goods and services	2,418,854	50,000		2,468,854	2,468,854	0
Sub-total	5,388,854	50,000	-	5,438,854	5,422,371	16,483
3.0 Emergency						
3.1 Primary Schools	9,444,313	-		9,444,313		9,444,313
Chachi Primary School				-		-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Innis Primary School				-		-
Nduga Primary School				-		-
3.2 Secondary Schools						
St Hillarrius Secondary school				-		-
Nyakach Girls High School				-		-
3.3 Tertiary Institutions						
3.4 Security Projects						
Unutilized Funds		771,238		771,238		771,238
Sub-total	9,444,313	771,238	-	10,215,551	-	10,215,551
4.0 Bursary and Social Security						
4.1 Primary Schools				-		-
4.2 Secondary Schools	23,050,000			23,050,000	22,105,164	944,836
4.3 Tertiary Institutions	28,000,000	1,187,363		29,187,363	28,811,700	375,663
4.4 Special needs	730,555			730,555		730,555

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
4.5 Education Support Programmes				-		-
4.6 Social Security				-		-
Sub-total	51,780,555	1,187,363	-	52,967,918	50,916,864	2,051,054
5.0 Climate Change Mitigation						
Bugo Primary School	225,000			225,000		225,000
Burkamach Primary School	225,000			225,000		225,000
Kabete Primary School	225,000			225,000		225,000
Kananda Primary School	225,000			225,000		225,000
Kanyateng Primary School	225,000			225,000		225,000
Katito Police Station Digital Hub	225,000			225,000		225,000
Kosogo Primary School	225,000			225,000		225,000
Nyakach DCC Compound Tree Nursery	1,931,490			1,931,490		1,931,490
Nyakach Deputy County Commissioner's Compound	450,000			450,000		450,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nyakach Law Court	225,000			225,000		225,000
Nyakach Mixed Primary School	225,000			225,000		225,000
Nyakach Technical and Vocational College Digital Hub	225,000			225,000		225,000
Nyamanyinga Primary School	225,000			225,000		225,000
Obuon Primary School	225,000			225,000		225,000
Olwa Special School	225,000			225,000		225,000
Sangoro Primary School	225,000			225,000		225,000
Sondu Miriu Police Station	225,000			225,000		225,000
Sondu Miriu Tree Nursery	1,950,000			1,950,000		1,950,000
Urudi Primary School	225,000			225,000		225,000
Sigoti Primary School	150,000			150,000		150,000
Mbora Secondary School	150,000			150,000		150,000
Paplisana Primary School	150,000			150,000		150,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Oremo Primary School	150,000			150,000		150,000
Holo Secondary School	150,000			150,000		150,000
Miriu Primary School	150,000			150,000		150,000
Ochol Primary School	150,000			150,000		150,000
Bugo Primary School			150,000	150,000	150,000	-
Kabete Primary School			150,000	150,000	150,000	-
Naki Primary School			150,000	150,000	150,000	-
Ng'omo Primary School			150,000	150,000	150,000	-
Obuora Primary School			150,000	150,000	150,000	-
Olembo Secondary School			150,000	150,000	150,000	-
Onwang'o Primary School			150,000	150,000	150,000	-
Thurdibuoro Primary School			155,000	155,000	155,000	-
Wenwa Primary School		-	160,000	160,000	160,000	-

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
Sub-total	8,981,490	-	1,365,000	10,346,490	1,365,000	8,981,490
6.0 Primary Schools Projects (List all the Projects)						
Bugo Primary School	4,000,000			4,000,000		4,000,000
Got Onyuongo Primary School	1,650,000			1,650,000		1,650,000
Kabuya Primary School	3,000,000			3,000,000		3,000,000
Kananda Primary School	5,000,000			5,000,000		5,000,000
Kobongo Primary School	3,000,000			3,000,000		3,000,000
Lisana Primary School	3,000,000			3,000,000		3,000,000
Maraba Primary School	1,650,000			1,650,000		1,650,000
Ngege Primary School	1,650,000			1,650,000		1,650,000
Nyakach Mixed Primary School	1,650,000			1,650,000		1,650,000
Nyawalo Primary School	5,000,000			5,000,000		5,000,000
Obanda Primary School	2,000,000			2,000,000		2,000,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Ochwado Primary School	1,650,000			1,650,000		1,650,000
Ogilo Komulo Primary School	1,650,000			1,650,000		1,650,000
Olwa Special School	1,400,000			1,400,000		1,400,000
Rachier Primary School	2,000,000			2,000,000		2,000,000
Rarieda Kokech Primary School	1,650,000			1,650,000		1,650,000
Sangoro Primary School	5,000,000			5,000,000		5,000,000
Urudi Primary School	4,000,000			4,000,000		4,000,000
Wenwa Primary School	1,650,000			1,650,000		1,650,000
Andingo Bware Pri. School	-	200,000	800,000	1,000,000	995,721	4,279
Onego Primary School	-	648,392	873,040	1,521,432	1,512,930	8,502
Oremo Primary School	-	-	1,550,000	1,550,000	1,547,080	2,920
Abwao Primary School	-	1,548,879	-	1,548,879	1,546,536	2,343
Bungumeri Primary School	-	4,999,981	-	4,999,981	4,996,829	3,152

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Cherwa Primary School	-	1,550,437	-	1,550,437	1,549,177	1,260
Guu Primary School	-	999,106	-	999,106	992,907	6,200
Kandiego Primary School	-	1,552,818	-	1,552,818	1,548,904	3,915
Kanyateng Primary School	-	1,550,000	-	1,550,000	1,547,960	2,040
Kasawo Primary School	-	1,499,093	-	1,499,093	1,496,740	2,353
Kawili Primary School	-	1,541,197	-	1,541,197	1,541,141	56
Keyo Nyadundo Pri School	-	1,523,385	-	1,523,385	1,519,027	4,358
Kibwon Primary School	-	1,550,000	-	1,550,000	1,549,126	874
Kobeto Primary School	-	1,467,004	-	1,467,004	1,463,260	3,744
Kodum Primary School	-	1,550,997	-	1,550,997	1,543,961	7,036
Kosogo Primary School	-	1,523,325	-	1,523,325	1,518,759	4,566
Kusa Primary School	-	1,518,975	-	1,518,975	1,500,754	18,221
Miriu Primary School	-	1,520,848	-	1,520,848	1,518,352	2,496

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Naki Primary School	-	800,914	-	800,914	798,502	2,412
Nduga Primary School	-	1,538,000	-	1,538,000	1,532,297	5,703
Ngomo Primary School	-	1,555,459	-	1,555,459	1,547,292	8,167
Nyabondo Boys B. Pri School	-	1,254,138	-	1,254,138	1,249,978	4,160
Nyadina Primary School	-	1,523,462	-	1,523,462	1,519,877	3,585
Nyamaringba Primary School	-	1,250,807	-	1,250,807	1,250,434	374
Obuora Primary School	-	1,250,000	-	1,250,000	1,248,030	1,970
Ochol Primary School	-	1,550,210	-	1,550,210	1,549,212	998
Odhong Primary School	-	1,550,125	-	1,550,125	1,549,046	1,079
Olwa Special School	-	5,000,000	-	5,000,000	4,998,495	1,505
Ong'ielore Primary School	-	1,252,227	-	1,252,227	1,251,021	1,206
Orobi Primary School	-	1,250,000	-	1,250,000	1,245,500	4,500
Pap Lisana Primary School	-	608,322	-	608,322	606,109	2,213

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
Radienya Primary School	-	1,550,000	-	1,550,000	1,547,445	2,555
Rakwaro Primary School	-	1,521,282	-	1,521,282	1,518,212	3,070
Sigoti Primary School	-	1,251,247	-	1,251,247	1,247,566	3,681
Wasare Primary School	-	1,249,475	-	1,249,475	1,244,627	4,848
Sub-total	50,600,000	52,700,106	3,223,040	106,523,146	55,792,805	50,730,341
7.0 Secondary Schools Projects (List all the Projects)						
Kabondo Secondary School	1,500,000			1,500,000		1,500,000
Kandaria Mixed Secondary School	3,700,000			3,700,000		3,700,000
St. George Special Secondary School	11,500,000			11,500,000		11,500,000
Rae Girls Secondary School	-	-	2,000,000	2,000,000	1,995,000	5,000
Apondo Kasaye Sec School	-	-	2,000,000	2,000,000	1,994,000	6,000
Oremo Secondary School	-	-	1,100,000	1,100,000	1,095,000	5,000
Magunga Secondary School	-	-	5,000,000	5,000,000	4,990,000	10,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
St Lawrence Kogola Sec School	-	-	2,700,000	2,700,000	2,685,000	15,000
St. Hillarious Nyabondo Sec School	-	-	3,000,000	3,000,000	-	3,000,000
Abwao Secondary School	-	5,498,669	-	5,498,669	5,497,575	1,094
Nyabola Secondary School	-	2,500,000	-	2,500,000	2,497,290	2,710
Nyakach Girls High School	-	3,000,000	-	3,000,000	2,998,000	2,000
Ragen AIC Secondary School	-	5,000,179	-	5,000,179	4,988,439	11,740
Sub-total	16,700,000	15,998,849	15,800,000	48,498,849	28,740,304	19,758,544
8.0 Tertiary institutions Projects (List all the Projects)						
Nyakach Technical Training Institute			11,000,000	11,000,000	10,998,000	2,000
Sub-total	-	-	11,000,000	11,000,000	10,998,000	2,000
9.0 Security Projects						
Nyakach Law Court	1,800,000		-	1,800,000		1,800,000
Nyakach Law Court	2,500,000		-	2,500,000		2,500,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nyakach Law Court	500,000		-	500,000		500,000
Nyamaroka Chief's Office	1,500,000		-	1,500,000		1,500,000
Ogoro Police station	-	698,980	-	698,980	697,850	1,130
West Nyakach Chief's Office	-	-	1,500,000	1,500,000		1,500,000
Sub-total	6,300,000	698,980	1,500,000	8,498,980	697,850	7,801,130
10.0 Acquisition of assets						
10.1 Motor Vehicles (including motorbikes)	-	11,738,320	-	11,738,320	9,733,171	2,005,149
10.2 Construction of NG CDF Offices						
10.3 Purchase of Furniture and Equipments						
10.4 Purchase of Computers						
10.5 Purchase of Land						
Purchase of furniture and fittings	-	135,000	-	135,000	121,050	13,950
Nyakach NG-CDF Office Renovation	968,945	172,413		1,141,358		1,141,358
Purchase of office camera	-	-	150,000	150,000		150,000
Nyakach NG CDF Office Ablution Block			3,500,000	3,500,000	3,120,478	379,522

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	968,945	12,045,733	3,650,000	16,664,678	12,974,699	3,689,979
11.0 Digital Hubs						
Nyakach Deputy County Commissioners Compound Digital Hub	3,500,000		4,000,000	7,500,000		7,500,000
Katito Police Station Digital Hub	7,500,000		-	7,500,000		7,500,000
Nyakach Technical and Vocational College Digital Hub	7,500,000	-	-	7,500,000		7,500,000
Sub-total	18,500,000	-	4,000,000	22,500,000	-	22,500,000
12.0 Sports						
Sports		2,434,260	-	2,434,260		2,434,260
Sub-total	-	2,434,260	-	2,434,260	-	2,434,260
13.0 Funds pending approval**	188,000			188,000		188,000
Unapproved projects		-		-		-
AIA		8,500		8,500		8,500
PMC Savings		55,441		55,441		55,441

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
Sub-total	188,000	63,941	-	251,941	-	251,941
Total	179,629,954	87,096,114	40,538,040	307,264,108	177,330,934	129,933,174

(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 Nyakach Constituency principal activity is construction of primary and secondary schools.

2. Statement of Compliance and Basis of Preparation

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

The financial statements have been prepared in accordance with the Public Finance Management (PFM) Act and the International Public Sector Accounting Standards (IPSAS). The NG-CDF Nyakach has taken advantage of the transitional provisions under IPSAS 33 and adopted a phased approach. Accordingly, this is the first transitional financial statement.

The NG-CDF Nyakach has recognized all financial assets, including cash and cash equivalents held in the operational account, deposit account, and PMC bank accounts; receivables (amounts due from the Board and other parties); prepayments; property, plant, and equipment (PPE); and intangible assets acquired during the financial year 2023/2024 up to the reporting date.

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

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

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

3. Adoption of New and Revised Standards

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. Not applicable
IPSAS 44:	<i>Applicable 1st January 2025</i>

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

<p>Non- Current Assets Held for Sale and Discontinued Operations</p>	<p>The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. <i>Not applicable</i></p>
<p>IPSAS 45: Property Plant and Equipment</p>	<p><i>Applicable 1st January 2025</i> The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets. <i>Not applicable</i></p>
<p>IPSAS 46: Measurement</p>	<p><i>Applicable 1st January 2025</i> The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</p>

	<p>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</p> <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 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>
IPSAS 48: Transfer Expenses	<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>
IPSAS 49: Retirement Benefit Plans	<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>
IPSAS 50:	<p><i>Applicable 1st January 2027</i></p>

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

<p>Exploration For & Evaluation of Mineral Resources</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> <ul 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. <p><i>Not applicable</i></p>
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iii. Early adoption of standards

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

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

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

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

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

c) Property, plant and equipment

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

d) Leases

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

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

e) Intangible assets

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

f) Financial instruments

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

a) Financial assets

Classification of financial assets

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

j) Contingent liabilities

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

k) Contingent assets

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately

reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

l) Employee benefits

Retirement benefit plans

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

m) Foreign currency transactions

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

n) Related parties

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

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

National Government Constituencies Development Fund (NGCDF) Nyakach 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)	179,629,954
Total	179,629,954

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	-

9. Miscellaneous income

Description	2024/2025
	Kshs
Rental Income	-
Income from sale of tenders	8,500
Hire of plant/equipment/facilities	-
Other Income Not Classified Elsewhere (<i>specify</i>)	-
Total	8,500

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

10. Employees cost

	<i>2024/2025</i>
	Kshs
NG-CDFC Basic staff salaries	3,718,682
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	-
Leave allowance	-
Gratuity to contractual employees	1,028,806
Employer Contributions Compulsory national social security schemes	278,918
Employer Contributions Compulsory Housing levy	19,222
Employer contributions to National Industrial Training Authority	
Other Specify	-
Total	5,045,627

11. Committee Expenses

	<i>2024/2025</i>
	Kshs
Sitting allowance	3,365,510
Other Committee expenses	1,236,196
Total	4,601,706

National Government Constituencies Development Fund (NGCDF) Nyakach 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	50,000
Communication, supplies and services	323,980
Domestic travel and subsistence	1,905,833
Printing, advertising and information supplies & services	242,213
Office Rent	-
Training expenses	323,000
Hospitality supplies and services	623,900
Insurance costs	158,956
Specialized materials and services	199,000
Office and general supplies and services	1,537,546
Fuel, oil & lubricants	845,504
Bank charges	1,317
Routine maintenance – vehicles and other transport equipment	532,440
Routine maintenance – other assets	-
Strategic plan expenses	-
Other operating expenses	169,680
Total	6,913,369

13. Other Government Units Actual expenditure

Description	2024/2025
	Kshs
Primary Schools Actual expenditure	55,766,033
Secondary Schools Actual expenditure	28,711,635
Tertiary Institutions Actual expenditure	10,998,000
Total	95,475,669

*National Government Constituencies Development Fund (NGCDF) Nyakach 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	22,105,164
Bursary – tertiary institutions	28,811,700
Bursary – special schools	-
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual expenditure	697,850
Climate change mitigation projects	1,365,000
Emergency projects Actual expenditure	-
Roads projects Actual expenditure	-
Others specify	-
Total	52,979,714

15. Depreciation and Amortization Expenses

Description	2024/2025
	Kshs
Property Plant and Equipment	2,796,172
Intangible Assets	-
Total	2,796,172

16. Digital Hubs Expenses

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

National Government Constituencies Development Fund (NGCDF) Nyakach 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	-

18. Impairment Loss

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

19. Cash and Cash Equivalentents

Name Of Bank and Account No.	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
KCB Bank - Sondu (Operations account)	64,270,766	19,181,610
Operations account pending closure (Indicate name & account no.)	-	-
Equity bank- Sondu (Deposit account)	841,568	-
Equity Bank-Sondu & KCB Bank –Sondu (PMC accounts)	41,190,886	67,850,563
Total	106,303,220	87,032,173
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

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

20. Receivables from Exchange Transactions

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

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

i. Ageing Analysis for Receivables

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
	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)	-	%	-	%

21. Receivables from Non-Exchange Transactions

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Transfers from NGCDFB	23,629,954		40,538,040	
Outstanding imprest	-		-	
Total	23,629,954		40,538,040	
Ageing Analysis- Receivables from non-exchange transactions	2024/2025	% of the total	Opening Balance	% of the total
Less than 1 year	-	-	-	-
Between 1-2 years	23,629,954	100%	40,538,040	100%
Over 3 years	-	-	-	-
Total	23,629,954	100%	40,538,040	100%

22. Prepayments

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Prepaid Rent	-		-	
Prepaid Insurance	161,590		-	
Prepaid Electricity Costs	-		-	
Other Prepayments (<i>Specify</i>)	-		-	
Total	161,590		-	

*National Government Constituencies Development Fund (NGCDF) Nyakach 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)		10%	25%	12.5%	30%	x%		
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1 st July 2024	-				170,000		-	170,000
Additions	-	3,120,478	9,733,171.00	121,050		-	-	12,974,699
Disposals	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-		-	-	-	-	-
As At 30th June 2025	-	3,120,478	9,733,171.00	121,050	170,000		-	13,144,699
Depreciation And Impairment								
Opening Depreciation	-	-	-	-	51,000		-	51,000
Depreciation	-	312,048	2,433,293	15,131	35,700		-	2,796,172
Disposals	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
As At 30th June 2025	-	312,048	2,433,293	15,131	86,700		-	2,847,172
Net Book Values								
Opening Bal as at 1 st July 2024	-	-	-	-	119,000		-	119,000
As At 30th June 2025	-	2,808,430	7,299,878	105,919	83,300		-	10,297,527

Valuation

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

22 b) Property, Plant and Equipment at Cost

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

	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	3,120,478	312,048	2,808,430
Plant And Machinery	-	-	-
Motor Vehicles, Including Motorcycles	9,733,171	2,433,293	7,299,878
Computers And Related Equipment	170,000	86,700	83,300
Office Equipment, Furniture, And Fittings	121,050	15,131	105,919
Total	13,144,699	2,847,172	10,297,527

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) Nyakach 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 2024	-
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 2024	-	-	-	-
Additions	-	-	-	-
As At 30 June 2024	-	-	-	-
Additions	-	-	-	-
As At 30 June 2024	-	-	-	-
	-	-	-	-
Accumulated Depreciation	-	-	-	-
As At 1 July 2024	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2024	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2025	-	-	-	-
Carrying Amount				
As At 30 June 2025	-	-	-	-
As At 30 June 2024	-	-	-	-

26. Trade and Other Payables

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Trade payables	-		-	
Employee payables	-		-	
Other payables	-		-	
Total trade and other payables	-		-	
Aging analysis: (Trade and other payables)	2024/2025	% of the Total	1 st 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) Nyakach Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

27. Third-Party deposits

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

Retentions aging analysis.

	2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-		-	

28. Lease Liabilities

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

*National Government Constituencies Development Fund (NGCDF) Nyakach 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	Opening Statement
	Kshs	1st July 2024 Kshs
Gratuity at the beginning of the year 1 st of July	1,095,354.000	-
Gratuity held during the year	1,028,806.300	1,095,354.000
Gratuity paid during the year	151,925.000	-
Total Gratuity Provision 30th June (A+B-C)	1,972,235.300	1,095,354.000

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

30. Cash Generated from Operations

	<i>Period ended June 2025</i>
	Kshs
Surplus for the period before tax	11,826,198
Adjusted for:	
Depreciation	2,796,172
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	(16,746,495)
Changes in deferred income	-
Changes in Third party deposits	(876,881)
Changes in gratuity provision	-
Changes in payments received in advance	-
Net cash flow from operating activities	29,449,574

(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 minimize the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Entity does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history. The Entity's financial risk management objectives and policies are detailed below:

i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	23,629,954	23,629,954	-	-
Bank balances	64,270,766	64,270,766	-	-
Total	87,900,720	87,900,720	-	-
As at 30 June 2024				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	40,538,041	40,538,041	-	-
Bank balances	19,181,610	19,181,610	-	-
Total	59,719,651	59,719,651	-	-

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

Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Entity has recognized in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has significant concentration of credit risk on amounts due from 2024. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Trade payables	-	-	-	-
Current poportion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	1,972,235	1,972,235
Total	-	-	1,972,235	1,972,235
As at 30th June 2024				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-

National Government Constituencies Development Fund (NGCDF) Nyakach 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	-	-	1,095,354	1,095,354
Total	-	-	1,095,354	1,095,354

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

Current FY

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30 th June 2025	N/A		
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade And Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Foreign currency sensitivity analysis

Current FY

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30 th June 2025			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade And Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Financial Risk Management

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

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

b) Interest rate risk

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

Management of interest rate risk

To manage the interest rate risk, management has endeavored to bank with institutions that offer 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

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

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

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

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

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

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

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

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

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

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

iv) Capital Risk Management

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

Description	2024/2025	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Revaluation Reserve		
Retained Earnings	138,420,056	126,593,858
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	64,270,766	19,181,610
Net Debt/(Excess Cash And Cash Equivalents)		
Gearing	%	%

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

32. Related Party Disclosures

	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	3,365,510	3,323,986
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	196,538,040	201,003,219
Total	199,903,550	204,327,205

33. Segment Information

(Where an organization 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	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Contingent Assets	N/A	
Insurance Reimbursements	-	-
Assets Arising from Determination Of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Receivables From Other Government Entities	-	-
Others (Specify)	-	-
Total	-	-

Contingent Liabilities

Description	2024/2025	Opening Statement 1 st July 2024
	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 2024
	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 may be those that have been authorized 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 Nyakach 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) Nyakach 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/valuation cost balance brought forward (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	554,800	-	-	554,800
Buildings and structures	8,000,000	-	-	8,000,000
Transport equipment	3,037,350	9,733,171	-	12,870,521
Office equipment, furniture, and fittings	1,944,499	170,000	-	2,114,499
ICT Equipment and Other ICT Assets	3,061,585	-	-	3,061,585
Other Machinery and Equipment	5,830,000	-	-	5,830,000
Intangible assets	-	-	-	-
Total	22,428,234	9,903,171	-	32,331,405

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

PMC	Bank	Account number	Bank Balance 2024/2025	Bank Balance 2023/2024
Abwao Primary School	KCB-SONDU	1328037908	2,343	1,548,879
Bungumeri Primary School	KCB-SONDU	1133776612	3,153	4,999,981
Cherwa Primary School	KCB-SONDU	12817901841	1,260	1,550,437
Guu Primary School	KCB-SONDU	1117333957	6,200	999,106
Kandiege Primary School	KCB-SONDU	1134404670	3,915	1,552,818
Kanyateng Primary School	Equity Sondu	2000285383070	2,040	1,550,000
Kasawo Primary School	KCB-SONDU	1237385164	2,353	1,499,093
Kawili Primary School	KCB-SONDU	1235100677	56	1,541,197
Keyo Nyadundo Pri School	KCB-SONDU	1129393364	4,358	1,523,385
Kibwon Primary School	KCB-SONDU	1129495930	874	1,550,000
Kobeto Primary School	KCB-SONDU	1327741296	3,744	1,467,004
Kodum Primary School	KCB-SONDU	1264656114	7,036	1,550,997
Kosogo Primary School	KCB-SONDU	1152866524	4,566	1,523,325
Kusa Primary School	KCB-SONDU	1327652447	18,221	1,518,975
Miriu Primary School	KCB-SONDU	1153164450	2,496	1,520,848
Naki Primary School	KCB-SONDU	1117355462	2,412	800,914
Nduga Primary School	Equity Sondu	2000285404874	5,703	1,538,000
Ngomo Primary School	KCB-SONDU	1234674149	8,167	1,555,459

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

PMC	Bank	Account number	Bank Balance 2024/2025	Bank Balance 2023/2024
Nyabondo Boys B. Pri School	KCB-SONDU	1108280684	4,160	1,254,138
Nyadina Primary School	KCB-SONDU	1271423065	3,585	1,523,462
Nyamarimba Primary School	KCB-SONDU	1131952812	374	1,250,807
Obuora Primary School	Equity Sondu	2000285399943	1,970	1,250,000
Ochol Primary School	KCB-SONDU	1265064474	998	1,550,210
Odhong Primary School	KCB-SONDU	1327041398	1,079	1,550,125
Olwa Special School	Equity Sondu	2000183592056	1,505	5,000,000
Ong'ielore Primary School	KCB-SONDU	1293563803	1,206	1,252,227
Orobi Primary School	Equity Sondu	2000285382398	4,500	1,250,000
Pap Lisana Primary School	KCB-SONDU	1103946153	2,213	608,322
Radienya Primary School	Equity-Sondu	2000285433057	2,555	1,550,000
Rakwaro Primary School	KCB-SONDU	1264407173	3,070	1,521,282
Sigoti Primary School	KCB-SONDU	1134180063	3,681	1,251,247
Wasare Primary School	KCB-SONDU	1328351998	4,848	1,249,475
Onego Primary school	KCB-SONDU	1237862116	8,503	-
Anding'o Bware Primary School	Equity-Sondu	2000285383115	4,279	-
Oremo Primary school	Equity-Sondu	2000286502792	2,920	-
Got Onyuongo Primary School	Equity-Sondu	2000286503329	1,650,000	-
Kabuya Primary School	Equity-Sondu	2000286539224	3,000,000	-
Kobongo Primary School	Equity-Sondu	2000286501521	3,000,000	-

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

PMC	Bank	Account number	Bank Balance 2024/2025	Bank Balance 2023/2024
Maraba Primary School	Equity-Sondu	2000286502632	1,650,000	-
Ngege Primary School	Equity-Sondu	2000286508542	1,650,000	-
Ochwado Primary School	Equity-Sondu	2000286491618	1,650,000	-
Sangoro Primary School	Equity-Sondu	2000286504689	5,000,000	-
Urudi Primary School	Equity-Sondu	2000286502590	4,000,000	-
Wenwa Primary School	KCB-SONDU	1328037908	1,650,000	-
Abwao Secondary School	KCB-SONDU	1330119088	1,094	5,498,669
Nyabola Secondary School	Equity-Sondu	200085392400	2,710	2,500,000
Nyakach Girls High School	Equity-Sondu	2000285408748	2,000	3,000,000
Ragen AIC Secondary School	KCB-SONDU	1327648687	11,740	5,000,179
Rae Girls Secondary School			5,000	-
Apondo Kasaye Sec School			6,000	-
Oremo Secondary School			5,000	-
Magunga Secondary School			10,000	-
St Lawrence Kogola Sec School			15,000	-
St Hillarrius Secondary school			3,000,000	5,498,669
Nyakach Technical Institute			2,000	-
Ogoro Police Post			-	-
West Nyakach chief office			1,500,000	-
Nyakach Law Courts	Equity-Sondu	2000286471615	1,800,000	-

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

PMC	Bank	Account number	Bank Balance 2024/2025	Bank Balance 2023/2024
Nyakach Law Courts	Equity-Sondu	2000286471615	2,500,000	-
Nyakach Law Courts	Equity-Sondu	2000286471615	500,000	-
Nyamaroka Chief's Office	Equity-Sondu	2000286493625	1,500,000	-
St Hillarrius Secondary school			950,000	-
Nduga Primary School	Equity Sondu	2000285404874	1,000,000	-
Nyakach Girls High School			3,000,000	-
Chachi Primary School			1,000,000	-
Innis Primary School			1,000,000	-
Total			41,190,887	67,850,563

Annex 3: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Inaccuracies in the Financial Statement The statement of receipts and payments reflects transfers for the NGCDF Board of Kshs 201,003,219 whereas Note 1 to the Financial Statements totals to Kshs 230,340,322 resulting in a variance of Kshs 29,337,603, occasioned by double counting receipt No. B214393 Further the statement of receipts and payments reflects other grants and transfers of Kshs 90,433,729 whereas Note 8 to the Financial statements totals to Kshs	The variance was due to double accounting of AIE funds. Management has availed copies of AIEs received within the financial year, annual expenditure returns and a schedule of other grants and transfers for audit review.	Resolved	30 th December 2025

*National Government Constituencies Development Fund (NGCDF) Nyakach 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>90,493,129 resulting in a variance of Kshs 59,400. In the circumstances, the accuracy and completeness of Kshs 233,963,676 in respect to the total payments could not be confirmed</p>			
	<p>Variance in compensation of Employees The statement of receipt and payments and as disclosed in Note 4 to the financial statements is Kshs 5,390,963 relating to compensation of employees. Included in this amount is Kshs 3,729,387 paid as NG – CDF basic staff salaries. However analysis of the payroll gave an amount of Kshs 3,492,152</p>	<p>The variance of kshs. 237,235 arose from NSSF deductions from NG-CDFC staff. Management has availed copies of payrolls and statutory deduction returns for audit review.</p>	Resolved	30 th December 2025

National Government Constituencies Development Fund (NGCDF) Nyakach 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>resulting in a variance of Kshs 237,235</p> <p>In the circumstances, the accuracy and completeness of Kshs 5,390,963 in respect to compensation of employees could not be confirmed</p>			
	<p>Unsupported Bursaries to Tertiary Institutions</p> <p>The statement of receipts and payments and as reflected in Note 8 to the financial statements is Kshs 90,433,729 in relation to other grants and transfers. Included in this amount is Kshs 25,529,000 in respect to bursaries to tertiary institutions. National Government Constituencies</p>	<p>Management has availed list of tertiary bursary beneficiaries and copies of acknowledgements receipts for audit review.</p>	<p>Resolved</p>	<p>30th December 2025</p>

*National Government Constituencies Development Fund (NGCDF) Nyakach 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>Development Fund – Nyakach Constituency disbursed Kshs 507,000 to two Technical and Vocational Centres. However physical inspection carried out in November 2024 revealed that the institutions did not keep proper records making it impossible to get students statements and balances. In the circumstances, the accuracy and completeness of Kshs 90,433,729 in relation to other grants and transfers could not be confirmed</p>			
	<p>Unsupported Expenditure of bursaries to special schools The statement of receipts and payments and as reflected in</p>	<p>Disbursement of funds to secondary schools is uniform despite being a special school or not as per the Nyakach NG-CDF bursary policy. Management</p>	<p>Resolved</p>	<p>30th December 2025</p>

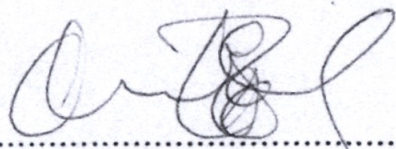
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Note 8 to the financial statement is Kshs 90,433,729 in relation to other grants and transfers, included in this amount is Kshs 904,000 in respect to bursaries to special schools paid to 60 special schools. However the payment vouchers and expenditure returns from the stated institutions were not provided for audit review. Additionally, out of the 60 schools that received bursaries allocated to special schools, 40 which do not fall under special schools category received a total of Kshs 412,000 with no justification for the same. Further no documentation was provided indicating</p>	<p>has availed a schedule of other grants and transfers totalling to kshs. 90,433,739, list of bursary beneficiaries, bursary policy and copies of acknowledgement receipts for audit review.</p>		

National Government Constituencies Development Fund (NGCDF) Nyakach 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>that the students were living with disabilities. In the circumstances, the accuracy and completeness of Kshs 90,433,729 in relation to the other grants and transfers could not be confirmed</p>			
	<p>Unpresented Cheques of Kshs 2,590,021 The statement of assets and liabilities and as disclosed in Note 11A to the financial statements reflects a balance of Kshs 19,181,610 in respect to cash and cash equivalents. However, review of bank reconciliation statements for the month of June 2024 revealed unpresented cheques of Kshs 2,590,021.00 between the months of</p>	<p>Management could not reverse the cheques as they were not stale by the time of audit. Management has availed a schedule of un-presented cheques for review.</p>	Resolved	30 th December 2025

*National Government Constituencies Development Fund (NGCDF) Nyakach 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: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
	February and May, 2024 It was not clear why the cheques had not been presented in time			



Name: Michael Odit Onyango
Fund Account Manager.