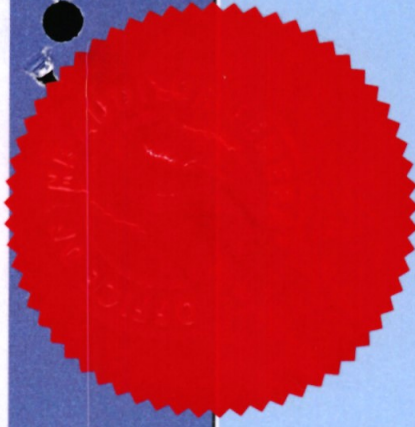


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL  
Enhancing Accountability



REPORT

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 21 APR 2026

DAY.  
TUESDAY

PARLIAMENT  
OF KENYA  
LIBRARY

OF

TABLED  
BY:

~~DR~~ SILVIANUS OSWALD, MP  
MAJORITY PARTY WHIP

CLERK-AT  
THE-TABLE:

MZOFU MWALE

THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT CONSTITUENCIES  
DEVELOPMENT FUND – KURIA EAST  
CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE, 2025



---

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

KURIA EAST CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED  
30<sup>th</sup> JUNE 2025

---

Transitional IPSAS Financial Statements Prepared Under International Public Sector  
Accounting Standards (IPSAS)

Table of Contents	Page
1. Acronyms and Definition of Key Terms .....	iii
2. Key Constituency Information and Management.....	iv
3. NGCDF Committee .....	x
4. NG-CDFC Chairman’s Report.....	xiii
5. Statement of Performance Against Predetermined Objectives for FY2024/25.....	xx
10. Report Of the Independent Auditor on the NGCDF- Kuria East Constituency.....	xlii
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 <sup>th</sup> June 2025.....	9
17. Notes to the Financial Statements.....	21
18. Annexes.....	59

## 1. Acronyms and Definition of Key Terms

### A. Acronyms

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

### B. Definition of Key Terms

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

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

## **2. Key Constituency Information and Management**

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

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

### **Mandate**

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

- a) Recognize the constituency as a platform for the identification, performance, and implementation of national government functions.
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6 (3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination, and protection of the marginalized pursuant to Article 10(2)(b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10(2)(d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21(2) of the Constitution for the progressive realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;

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

- 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 NG-CDF Kuria East 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 30<sup>th</sup> June 2025 and who had direct fiduciary responsibility were:

#### 1. Operations Account

No	Designation	Name
1.	AIE holder	Salome Ogwecho Miruka
2.	National Sub-County Accountant	Joel Patrick Opondo
3.	Chairman NGCDFC	Sickler Chacha Omari
4.	Member NGCDFC	John Chacha Chacha

#### 2. Deposit Account

No	Designation	Name
1.	AIE holder	Salome Ogwecho Miruka
2.	National Sub-County Accountant	Joel Patrick Opondo
5.	Member NG CDFC	John Mbaka

### (c) Fiduciary Oversight Arrangements

The Audit Committee of the NGCDF Board provides overall fiduciary oversight on the activities of the NG-CDF Kuria East 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)*  
*KURIA EAST Constituency*  
*Annual Report and Financial Statements for The Year Ended June 30, 2025*

---

**(d) NG-CDF Kuria East Constituency Headquarters**

P.O. Box 7-40413  
NGCDF Building  
Kuria East -Sub County Headquarter Road  
KEGONGA, KENYA

**(e) NG-CDF Kuria East Constituency Contacts**

P.O Box 7-40200  
Kegonga-NG-CDF Office  
Kehancha Ntimaru Road

Telephone: (254) 0712755708

E-mail: [cdfkuriaeast@ngcdf.go.ke](mailto:cdfkuriaeast@ngcdf.go.ke)

Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(f) NG-CDF Kuria East Constituency Bankers**

1. Operations Account

Kenya Commercial Bank  
Kehancha Branch  
P.O Box 4 - Kehancha

2. Deposit account

Kenya Commercial Bank  
Kehancha Branch  
P.O Box 4 - Kehancha

3. Project Management Committee Accounts

Kenya Commercial Bank  
Kehancha Branch  
P.O Box 4 - Kehancha

**(g) Independent Auditor**

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

**(h) Principal Legal Adviser**

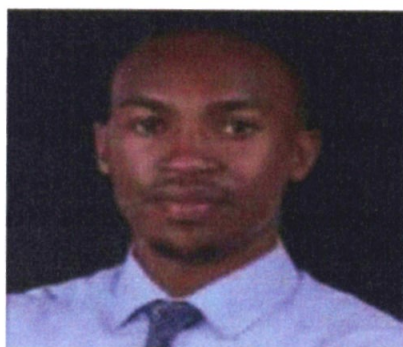
The Attorney General  
State Law Office  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya

### 3. NGCDF Committee



**Chacha Sickler Omari**  
**Chairman**

Mr. Chacha Sickler Omari, born on 1st January 1983, serves as the Chairman. A businessman by profession and holder of a KCSE certificate, he was appointed to lead the committee in December 2022. His role involves providing overall leadership, chairing meetings, guiding project prioritization, and ensuring that all activities align with NG-CDF policies and community priorities.



**John Chacha Chacha**  
**Secretary**

Mr. John Chacha Chacha, the Secretary, was born on 27th June 1996. He holds a Bachelor's Degree in Education (Arts) and has experience as a businessman. Since his appointment in December 2022, he has been responsible for managing official correspondence, recording meeting minutes, and facilitating effective communication between the committee and stakeholders.



**Raheli Wambura Mwita –**  
**Member**

Mrs. Raheli Wambura Mwita, born on 1st January 1964, is a farmer with a KCSE certificate. She joined the committee in December 2022 and also serves on the KERRA Committee. She plays a key role in representing rural community interests, especially in road infrastructure projects, and actively participates in project monitoring.



**Caren Goyo Makena**  
**Member**

Ms. Caren Goyo Makena, born on 12th September 2000, holds a KCSE certificate and is currently a student at a vocational institute. A farmer by occupation, she has been a member since December 2022 and also sits on the KERRA Committee. She contributes by bringing youth perspectives into decision-making, mobilizing communities, and supporting infrastructure oversight.



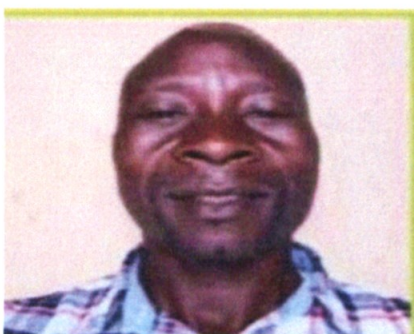
**Gati Rioba Mwita**  
**Member**

Mr. Gati Rioba Mwita, born on 1st January 1981, is a farmer with a KCSE certificate. Since joining the committee in December 2022, he has contributed to project planning and implementation, with a special interest in agricultural-based community initiatives.



**Francis Chacha Mwita**  
**Member**

Mr. Francis Chacha Mwita, born on 20th October 1978, is the Director and Owner of a primary academy school. Holding a KCSE certificate, he joined the committee in December 2022 and serves as a KERRA Committee member. He is instrumental in advocating for educational projects and assisting in the implementation of school infrastructure developments.



**Morris Wambura Magaiwa**  
**Member**

Mr. Morris Wambura Magaiwa, born on 1st January 1974, is a businessman and former Senior Clerical Officer at the Electoral Commission of Kenya. He holds a KCSE certificate and has served on the NG-CDFC since December 2018, as well as on the KERRA Committee. His contribution lies in providing administrative experience, ensuring governance continuity, and representing the interests of his electoral area.



**John Mbaka**  
**Member**

Mr. John Mbaka, born on 27th June 1972, is a skilled carpenter with a KCSE certificate and a National Trade Test Certificate Grade III. As the owner of his own workshop, he was co-opted into the committee in December 2022, where he provides technical advice on construction projects and assists in maintaining quality standards in infrastructural works.



**Salome Miruka**  
**Fund Account Manager**

Ms. Salome Miruka, the Fund Account Manager, She is a PhD student in Project Management and holds a Master's Degree in Project Management, a Bachelor's Degree in Commerce (Accounting), CPA II certification, and a KCSE certificate. Serving in this role since November 2017, she is responsible for the financial management of the fund, including budgeting, reporting, and ensuring that resources are used transparently and effectively in line with project priorities.

#### 4. NG-CDFC Chairman's Report



*At Kuria East NGCDF, we are committed to transparent management and impactful use of NG-CDF funds for sustainable community development*

Mr. Sickler Chacha Omari

Chairman Kuria East NG-CDF Committee

#### **Executive Summary**

Being the chair of the body laying policies and overseeing the expenditure of the funds received by the constituency from the board, I am pleased to present to you the annual report and financial statement for the year ended 30<sup>th</sup> June 2025. The financial statements set out below were prepared on accrual basis of accounting regulated by the international public sector accounting standards.

Kuria East NG-CDF aspires to be the best constituency in utilization of NGCDF funds in meeting the objectives of the fund that eventually leads to development in the lowest level of the nation. This is achieved by the constituency through satisfying the community needs and promoting good governance in management of the fund. The establishment of the fund was centered on channeling funds to grass root communities by enabling them to implement the projects identified through public participation.

We have had notable success in implementation of projects especially those that transform lives of our community in the constituency through areas such as Education, security, climate change mitigation and bursary awards to needy students within Kuria East constituency.

During the financial year under review Kuria East NG-CDFC expected to operate under a total sum of Kshs. 427,432,320 from the NG-CDF Board. Of the total allocation of Kshs. 179,481,954 million in the financial 2024/2025, the excess funding of Kshs. 15,979,920 is cashbook balance brought forward from the previous financial year and previous year outstanding balance of Kshs 231,970,446. During the F/Y under review, Kshs. 316,535,446 was disbursed to the constituency.

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

Compared to the previous financial year, Kuria East NG-CDF Received 74.05% of funds from the board an increase of 63.85%.

Despite delays in the disbursement of funds, Kuria East NG-CDF has made significant progress in rolling out transformative projects across the constituency. Key ongoing capital projects include the Huduma Centre, Kegonga Law Court, Kegonga KMTC, Nyamtiro Boarding Primary School (with 5 acres purchased for the development of a modern boarding facility), ACC Gokeharaka, and Ntimaru East ICT hubs. In the skills and education sector, Kendege Technical and Vocational College (TVC) is expanding opportunities for technical training, and we managed to sponsor over 500 recruits to join the institution, while bursaries worth Ksh 60 million have supported needy students in various schools. Numerous classrooms have been built or renovated, improving learning environments in several schools.

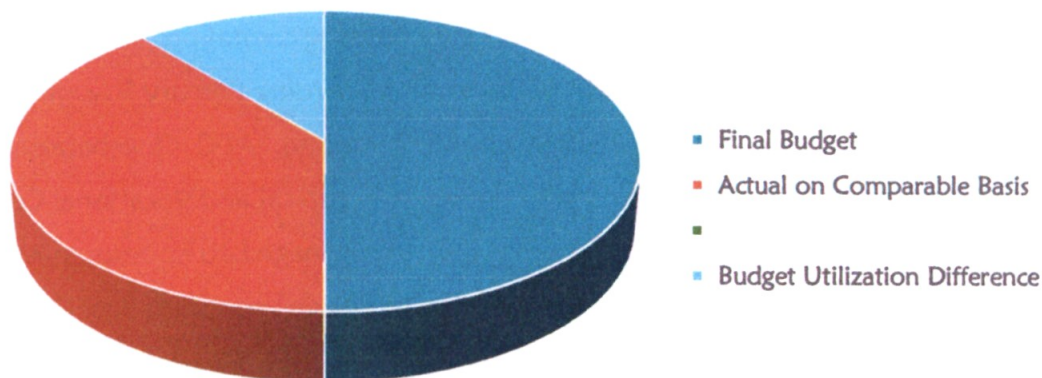
These investments are delivering tangible benefits. The Huduma Centre and Kegonga Law Court will bring critical government and judicial services closer to residents. Kegonga KMTC and Kendege TVC are equipping youth with market-ready skills in healthcare and technical trades. Nyamtiro's planned modern boarding school will provide quality facilities and ease congestion in nearby schools. ACC Gokeharaka and Ntimaru East ICT hubs are boosting administrative efficiency and digital literacy. The bursary programme has lifted the financial burden on families, enabling more students to remain in school.

The NG-CDF Board is appreciated for resolving outstanding issues that had previously hindered progress, unlocking the smooth continuation of projects. However, delays in disbursement of funds from the National Treasury remain a key challenge, slowing progress, raising costs, and in some cases causing projects to stall. Addressing this bottleneck is essential to ensure timely completion and delivery of the intended benefits to the people of Kuria East.

**a. Pie chart showing utilization difference against total budget**

Original Budget	179,481,954
Final Budget	427,432,320
Actual on Comparable Basis	332,515,366
Budget Utilization Difference	94,916,954

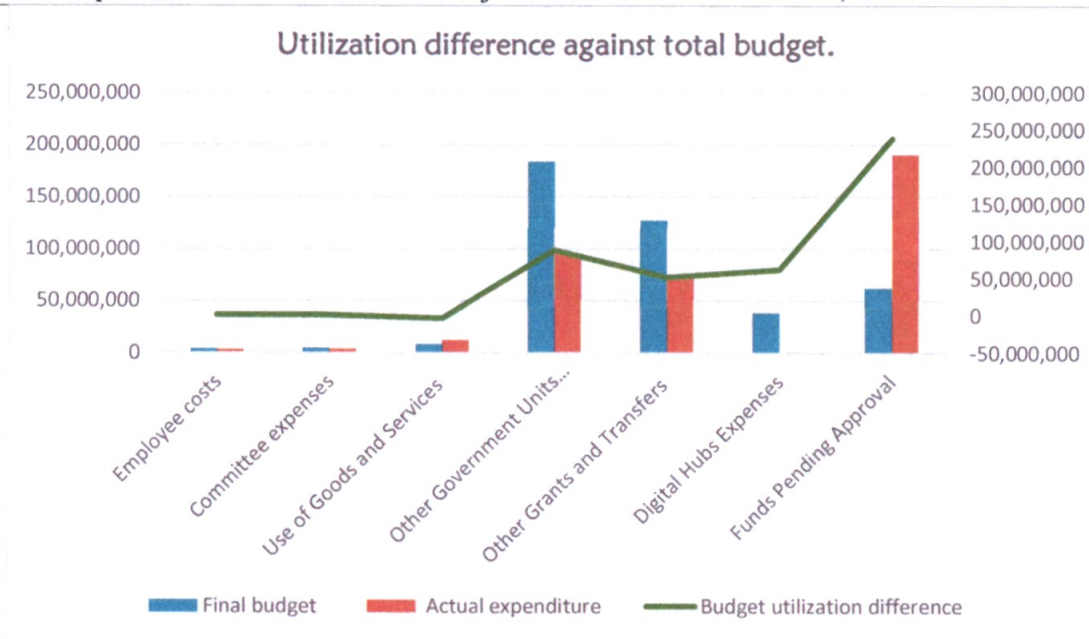
### Final Budget Against Expenditures



b. Bar chart showing utilization difference against total budget.

Expenses	Final budget	Actual expenditure	Budget utilization difference
Employee costs	4,347,085	3,410,660	936,425
Committee expenses	4,517,412	3,934,857	582,555
Use of Goods and Services	8,563,014	12,266,280	(3,703,266)
Other Government Units Certified Works	184,068,682	95,445,435	88,623,247
Other Grants and Transfers	127,418,348	75,704,399	51,713,949
Digital Hubs Expenses	38,527,899	-	61,819,444
Funds Pending Approval	61,819,444	190,761,631	238,500,253

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



The performance of Kuria East NG-CDF has remained strong despite delays in fund disbursement, thanks to close cooperation between the NG-CDFC, the NG-CDF Board, and other stakeholders. Bursaries worth Ksh 60 million have enabled needy students to continue their education uninterrupted, while numerous classroom projects have eased congestion and improved learning environments. These interventions are enhancing access to education, empowering youth with skills, and improving service delivery across the constituency.

**KEY ACHIEVEMENTS**

The following are some of the key projects that have been undertaken to completion.



**Project 1.:** Secondary and Tertiary Bursary



**Project 2.** Nyamagenga Primary school: Construction of integrated science land, one classroom and supply of laboratory apparatus



**Project 3.** Guana Secondary school: Construction of 2 classrooms



**Project 4.** Koromangucha Primary school: Climate change mitigation

### **Emerging Issues**

Legal uncertainty regarding the constitutionality of the NG-CDF Act poses potential risks to project continuity and funding. At the same time, there is increased demand for projects, which places additional pressure on already limited financial resources. These factors create a more complex operating environment for project delivery.

### **Challenges**

The constituency continues to face late disbursements from the NG-CDF Board, leaving limited time for project execution. Delays in the issuance of Authority to Incur Expenditure (AIE) documents also hinder progress, as Project Management Committees (PMCs) are unable to initiate activities without access to funds. Documentation gaps, including missing records, have further led to qualified audit opinions. Additionally, PMC capacity constraints—especially in financial management and procurement—limit the effectiveness of project implementation, while procurement delays continue to push back project timelines.

### **Recommendations**

To address these challenges, the constituency should engage the NG-CDF Board to ensure earlier release of funds and streamline internal approval workflows for AIE documents. PMC staff should be trained in both record-keeping and core management skills, with digitized systems adopted to improve documentation. Legislative reforms should be fast-tracked to resolve legal uncertainties surrounding the NG-CDF Act. Procurement planning and oversight must be strengthened to minimize delays, and prioritization should be given to high-impact, community-driven projects to maximize the use of available resources



.....  
**Sickler Chacha Omari**  
**Chairman NGCDF Committee**

**5. Statement of Performance Against Predetermined Objectives for FY2024/25**

**1. 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 **NG-CDF Kuria East** Constituency 2022-2027 plan are to:

- i. Undertake development planning and strategic budgeting in order to support economic growth, increased wealth creation and employment generation by supporting education, security, environmental and sports activities
- ii. Ensure sound financial management by ensuring prudent allocation of public funds to project management committees under this program
- iii. Enhance accountability to increase efficiency and effectiveness in resource utilization;
- iv. Enhance public participation in identification of projects at the ward levels
- v. Enhancing and supporting Local capacity in development and implementation of projects
- vi. Increasing access for greater financial inclusiveness and considering the marginalized categories in development agenda

**Progress on attainment of Strategic development objectives**

For purposes of implementing and cascading 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 have all children of school going age attending school	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	In FY 2024/25 NG-CDF Kuria East allocated funds for Construction of 8 classrooms in primary schools, Supply of laboratory apparatus and construction of laboratories in 6 Junior secondary schools, Construction of 10 classrooms in secondary schools  The committee also allocated

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

			number of bursary's beneficiaries at all levels	<p>funds for construction of capital projects which are ongoing Phase 1.</p> <ol style="list-style-type: none"> <li>1. Kegonga KMTC Phase 1</li> <li>2. Huduma Centre Phase 1</li> <li>3. Nyamtiro Primary Phase 1</li> <li>4. Ntimaru East ICT Hub</li> </ol> <p>Bursary beneficiaries were 6279 secondary school students, 678 tertiary school students, and 861 university students.</p> <p>The total amount disbursed towards bursary was Kshs. 60,000,000</p>
Security	To have modern police station and post at the constituency	Access quality police services and reduce crime rate	Number of crime reported	<p>Kuria East NG-CDF is implementing the following which is ongoing:</p> <ol style="list-style-type: none"> <li>1. ACC Gokeharaka Phase 1</li> <li>2. Kegonga Law court Phase 1</li> </ol>
Environment	Have clean and healthy environment	Access to good sanitation facilities	No of sanitary facilities constructed	Kuria East NG-CDF office did afforestation in the 24 selected Public institutions under climate change mitigation activities
Emergency	To cater for unforeseen occurrences in the constituency	Preparedness and ready for any unforeseen events and occurrences	No of unbudgeted projects in the constituency	<p>Kuria East NG CDF catered for unforeseen events in the education sector pit latrines that sunk during heavy rainfalls in 6 primary schools.</p> <ol style="list-style-type: none"> <li>1. Kionyo Primary School</li> <li>2. Maeta Primary</li> <li>3. Nyamotambe Primary</li> <li>4. Nyamotambe Primary</li> <li>5. Bikarabwa Primary School</li> <li>6. Ihore Primary School</li> </ol>

## **6. Governance Statement**

### **Introduction**

The National Government Constituencies Development Fund Act 2015 (Amended 2016) in section 43(1), (2), (3) and 57(1) and its regulations, provides for establishment of National Government Constituency Development Committee (NG-CDFC) for every constituency. The officer of the board facilitated the process of nomination of the NG CDFC for onward forwarding to the board for appointment through gazette notice.

In this regard section 5 and 6 of NG CDF regulations provides for procedure for nomination of the five members of the NG CDFC as outlined in section 43 (2) paragraph (b), (c), and (d) of the principal Act through a selection panel composed of:

- a) One person nominated by national Government official in charge of Sub County or designated representative who shall chair the panel
- b) Officer of the Board seconded to the constituency who is be the secretary of the selection panel
- c) Two persons one of either gender nominated by the constituency office (established under regulations made pursuant to the parliamentary service act)

Further the NG-CDF regulations require that one to serve as member of the NGCDF committee he or she must be;

- a) citizen of Kenya
- b) ordinarily resident voter of the constituency
- c) able to read and write and communicate in English and Kiswahili
- d) meet the chapter six of the constitution
- e) Available to participate in the activities of the constituency
- f) For youth nominee he or she must have attained age of 18 years but below age of 35yrs and
- g) For persons with disability nominee must be nominated by a registered group representing persons with disability within the constituency.

**a. Appointment of National Government Constituency Development Fund Committee**

Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NG-CDF) Act state that:

- (1) There is established a National Government Constituency Development Fund Committee for every constituency.
- (2) Each Constituency Committee shall comprise of:
  - (a) the national government official responsible for co-ordination of national government functions;
  - (b) three men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
  - (c) Three women nominated in accordance with subsection (3). one of whom shall be a youth at the date of appointment;
  - (d) one persons with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
  - (e) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
  - (f) One member co-opted by the Board in accordance with Regulations made by the Board.
- (3) The seven persons referred to in subsection (2)(b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
- (4) The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the Board.
- (5) The Regulations made under subsection (3) shall be submitted to the National Assembly for approval before publication by the Board.
- (6) The first meeting of the Constituency Committee shall be convened within one hundred and twenty days of the commencement of a new term of Parliament or the date of the holding of

*National Government Constituencies Development Fund (NGCDF)*

*KURIA EAST Constituency*

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

---

a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency.

- (7) The quorum of the Constituency Committee shall be one half of the total membership.
- (8) 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.
- (9) The Fund account manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.
- (10) Whenever a vacancy occurs in the Constituency Committee by reason 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 one hundred and twenty days.
- (11) 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.

**b. Process of Formation of the NGCDF Committee**

To facilitate this, the selection panel invited interested and qualified members of the public for appointment to the NG-CDF committee. The panel invited the public through advertisement publicized in churches, public offices notice boards at the chiefs and assistant Chiefs offices and other public areas in the constituency.

The selection panel developed a short listing criterion which enabled identification of the nominees for interviews. Two additional nominees were proposed by Kuria East Constituency Office as per section 43 of the NG-CDF Act, 2015

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

---

The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the Board. The current NGCDFC members were gazetted on 9<sup>th</sup> December 2022 (Vol. CXXIV – No. 266) and their tenure will expire upon appointment of a new Constituency Committee.

S/no.	Name	Designation	Position
1	Sickler Chacha Omari	Male Adult	Chairperson
2	John Chacha Chacha	Male Youth	Secretary
3	Gati Rioba Mwita	Female Adult	Member
4	Caren Goyo Makena	Female Youth	Member
5	Francis Chacha Mwita	PWD Rep	Member
6	John Mbaka	Co-Opted Member	Secretary
7	Morris Wambura Magaiwa	Nominee of constituency office(Male)	Member
8	Raheli Wambura Mwita	Nominee of constituency office(Female)	Member
9	Richard Ojwang'	DCC	Member
10	Salome Miruka	FAM	Member

**c. Tenure of office**

The term of office for the members of the Constituency Committee is two years and will be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act. The outgoing committee handed over the office on 31<sup>st</sup> May and the incoming committee became active immediately for a period of two years till 31<sup>st</sup> March 2027 as per the constituency guidelines.

**d. Roles and functions of NG-CDFC**

The functions of the National Government Constituency Development Fund Committees members as stipulated in NG-CDF Regulations 2016(11) are;

- Convene public meetings in every ward in the constituency to deliberate to on development matters.
- Deliberate on project proposals and any other projects considers beneficial to constituency.
- List of projects to be submitted in accordance with the Act to be submitted to the to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.
- Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of project management committees and sensitize the Community on the operations of the Fund
- Ensure that all projects receive adequate funding and are completed within three years.
- Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
- Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act.
- Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- Enter into performance contracting with the Board on an annual basis.

**e. Removal of NG-CDFC Members**

Section 43(13) of the Act provides that a member of the Constituency Committee may be removed from office on any one or more of the following grounds-

- (i) lack of integrity;
- (ii) gross misconduct;
- (iii) embezzlement of public funds;
- (iv) bringing the committee into disrepute through unbecoming personal public conduct;
- (v) promoting unethical practices
- (vi) causing disharmony within the committee;
- (vii) Physical or mental infirmity.

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

In Kuria East the NG-CDFC no member has been found to have contravened the laid down regulations and law to warrant removal. The due process is ongoing and the Board is yet to give its verdict.

**f. Handing over**

The handing over of office by the outgoing NG-CDF Committee to the incoming committee has not been carried out until we get newly gazette members in the office.

**g. Training of NG-CDFC Members**

In the financial year 2024/2025, the Kuria East NG-CDF Committee organized a comprehensive training program for its members, focusing on equipping them with the knowledge and skills necessary for the effective and efficient management of NG-CDF operations in the constituency. The training covered a wide range of critical areas, including strategic planning and performance contracting, as well as the rationale for their application within the NG-CDF framework. Participants were also taken through the complaints handling mechanism, the conduct of meetings, minute writing, and proper filing of minutes to enhance accountability and record-keeping.

In addition, the training addressed effective communication and ICT solutions, brand management, and the entire project cycle management process within NG-CDF operations. Members gained insights into the technical aspects of project planning and management, including interpretation and utilization of architectural plans and bills of quantities. The program also covered monitoring and evaluation of NG-CDF projects, taxation, and public finance management within NG-CDF operations. Furthermore, emphasis was placed on clarifying the role of the committee in financial management to strengthen governance and transparency in project implementation.

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

**h. Number of Meetings Held**

According to the NG-CDF Act 2015, Section 43(1), the NGCDF Committee is required to hold a maximum of 24 meetings in a year including any subcommittee meetings. Kuria East Constituency Held a total of 12 meetings in the financial year 2024-2025 and the attendance was as follows.

S.No	NG-CDFC COMMITTEE MEMBERS	23/7/24	09/8/24	18/9/24	22/10/24	19/11/24	27/12/24	20/1/25	10/2/25	17/3/25	24/4/25	10/5/25	18/6/25
1	Sickler Chacha Omari- Chairman	√	√	√	√	√	√	√	√	√	√	√	√
2	John Chacha Chacha- Secretary	√	√	√	√	√	√	√	√	√	√	√	√
3	Gati Rioba Mwita	√	√	√	√	√	√	√	√	√	√	√	√
4	Caren Goyo Makena	√	√	√	√	√	√	√	√	√	√	√	√
5	Francis Chacha Mwita	√	√	√	√	√	√	√	√	√	√	√	√
6	John Mbaka	√	√	√	√	√	√	√	√	√	√	√	√
7	Morris Wambura Magaiwa	√	√	√	√	√	√	√	√	√	√	√	√
8	Raheli Wambura Mwita	√	√	√	√	√	√	√	√	√	√	√	√
9	Richard Ojwang'- DCC	√	√	√	√	X	√	√	√	√	√	X	√
10	Salome Miruka- FAM	√	√	√	√	√	√	√	√	√	√	√	√

**i. Remuneration rates**

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance of ksh7,000 per meeting and all other members an allowance of ksh.5,000 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

**j. Disclose the policy on conflict of interest**

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2023/2024 no member of NGCDFC Kuria East contravened conflict of interest policy.

**k. 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.

**l. 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.

**m. 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

- Implementing audit findings and recommendations
- adherence and compliance with NGCDF Act 2015 and other laws and regulations to ensure an effective and efficient control system,
- ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency,

- ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance,
- allocating insurance fund in the constituency budget,
- preparation of procurement plan,
- budget and Monitoring & evaluation plan for the financial year.
- Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

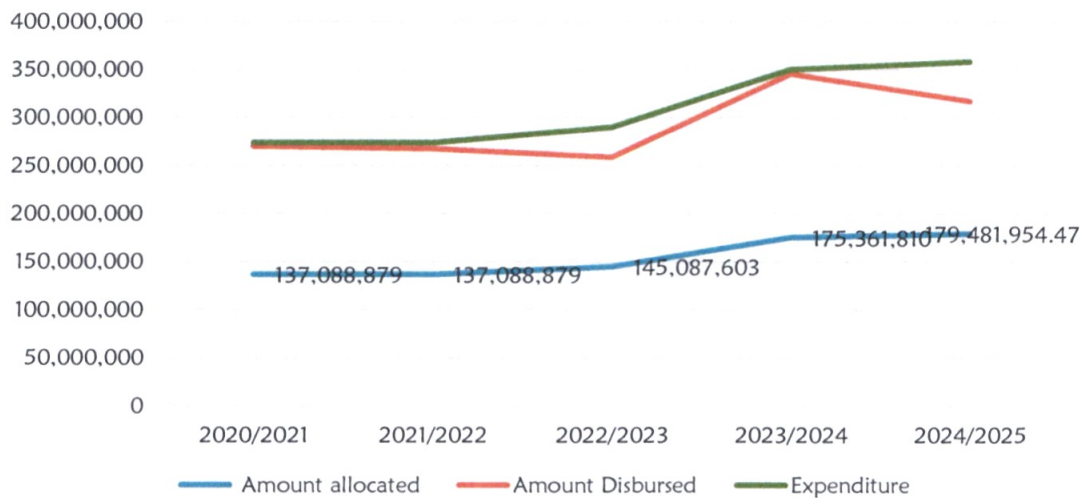
**7. Management Discussion and Analysis**

**a. Overview of Operational and Financial Performance (Past Five Years)**

Over the last five financial years, the Fund has experienced steady growth in allocations and project impact, despite occasional operational challenges. The allocation increased from Ksh 120 million in FY 2019/2020 to Ksh 179.4 million in FY 2024/2025.

Financial Year	Amount allocated	Amount Disbursed	Expenditure
2020/2021	137,088,879	133,588,879	3,500,000
2021/2022	137,088,879	130,588,879	6,500,000
2022/2023	145,087,603	114,107,603	30,980,000
2023/2024	175,361,810	170,406,810	4,955,000
2024/2025	179,481,954.47	138,000,000	41,481,954.47

Overview of Operation and Financial Performance(Past Five years)



**b. Key Projects: Implementation and Impact**

The Fund continues to champion transformative development across education, health, justice, governance, and digital inclusion.

**Technology and Digital Skills**

In Ntitaru East Ward, the ICT Hub has completed its foundation works, paving the way for a modern facility that will offer annual digital literacy training to over 5,000 youth. This project aims to equip young people with the technological skills required to thrive in today's digital economy.

**Governance and Public Service Delivery**

Phase 1 of the Huduma Centre in Kegonga is progressing steadily, with the superstructure now underway. Once operational, the centre will bring together multiple government agencies under one roof, ensuring residents can conveniently access essential services without traveling long distances.

**Justice Sector Improvements**

The Kegonga Law Court, also at the superstructure stage in Phase 1, will enhance access to justice, reduce case backlogs, and create a more efficient legal process for the local community.

**Tertiary Education Development**

In Kegonga, the Kenya Medical Training College (KMTC) Campus has completed Phase 1 site preparation. Once built, the campus will train over 100 healthcare professionals annually, strengthening the health workforce in the region and beyond.

**Governance and Administrative Coordination**

Construction of the ACC Headquarters in Gokeharaka (Phase 1) has begun. This facility is expected to improve coordination among local administrative offices, fostering better governance and more effective grassroots service delivery.

**Compliance with Statutory Requirements**

The Fund's procurement processes strictly follow the approved codelist, while digitization of records is ongoing to improve documentation accuracy. The audit opinion remains qualified due to existing

documentation gaps. In response, the Fund is engaging stakeholders to resolve these issues and address constitutional uncertainties arising from the 2023 Supreme Court ruling.

## **Major Risks and Mitigation Measures**

### **Late Disbursement of Funds**

Delays in fund disbursement compress implementation timelines. To mitigate this, the Fund prioritizes early planning and incorporates contingency buffers to allow critical activities to proceed despite delays.

### **Documentation Gaps**

Incomplete procurement and financial records pose accountability risks. The Fund is addressing this through digitized record-keeping systems and targeted staff training to ensure accurate and accessible documentation.

### **Legal Uncertainty**

Pending constitutional amendments create operational unpredictability. The Fund mitigates this risk through active legislative engagement, reform advocacy, and continuous monitoring of legal developments to maintain readiness for potential changes.

### **Material Arrears**

No significant arrears on statutory obligations were reported. However, emergency projects remain under strict oversight to prevent the accumulation of financial liabilities.

### **Economic and Sector Review**

National inflation and fiscal tightening have slowed disbursements, while local economic challenges have increased demand for services. The Fund's investments in education and health directly address unemployment and service access gaps, while justice and governance projects advance decentralization and community empowerment.

### **Future Developments and Strategic Outlook**

Looking ahead, the Fund plans to complete key ongoing projects such as Huduma Centre Phase II and the KMTC expansion. A new digital NG-CDF portal will be launched to enhance transparency and citizen

*National Government Constituencies Development Fund (NGCDF)*

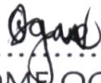
*KURIA EAST Constituency*

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

---

engagement. The 2025–2029 Strategic Plan will prioritize youth empowerment, equity, and sustainability in all funded initiatives.

Management remains committed to improving efficiency, strengthening transparency, and fostering strong collaboration with stakeholders to ensure the Fund achieves its development objectives



.....  
Name: SALOME OGWECHO MIRUKA  
Fund Account Manager.

## 8. Environmental and Sustainability Reporting

Kuria East 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 sustainability of Kuria East NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Kuria East 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. **Climate Change Mitigation:** 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.

## 2. Environmental Performance

The Kuria East NG-CDF has actively integrated environmental conservation into its development agenda through tree planting initiatives and community sensitization on climate change.

- **Tree Planting Frequency:**

The Fund supports climate change mitigation activities such as tree planting **at least once per academic calendar** in selected learning institutions.

- **Community Sensitization:**

The Fund has facilitated **awareness programs targeting youth and community groups** on the effects of global warming and the importance of environmental conservation.

- **Seedling Allocation:**

In the 2024/2025 financial year, NG-CDF allocated resources for the **planting and maintenance of 9,600 tree seedlings** across **24 educational institutions**. This initiative not only promotes afforestation but also serves as a platform for engaging schools and surrounding communities in conservation practices.

- **Progress Update:**

As of the reporting period:

- **12 schools** have successfully planted their allocated seedlings.
- The remaining institutions are being **re-assigned seedlings** due to space limitations.
- Notably, **Kwiho Secondary School** — a newly established school on a **14-acre parcel of land purchased by Kuria East NG-CDF** — has been identified to absorb the re-allocated seedlings and serve as a model for long-term environmental projects.

## 3. Employee welfare

We invest in providing the best working environment for our employees. KURIA EAST 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 of 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 cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. KURIA EAST 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 policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

#### **4. Market place practices-**

Kuria East Constituency is committed to upholding fair, ethical, and transparent market practices in all its operations.

Procurement of goods and services is conducted through an open and competitive bidding process that guarantees equal opportunity to all eligible participants. Priority is given to local vendors within the constituency to promote local economic growth and inclusivity. These ethical practices ensure value for money and accountability in the use of public resources.

We also maintain strong, professional relationships with our suppliers. This is supported by regular sensitization forums on procurement laws, ethical standards, and compliance obligations. The Fund remains committed to honoring contracts and ensuring timely payment for all completed and verified services.

NG-CDF Kuria East actively promotes:

- **Fair Competition:** Encouraging responsible, transparent procurement processes with zero tolerance for corruption.

- **Sound Business Practices:** Maintaining cordial supplier relations by respecting contract terms and payment timelines.
- **Responsible Marketing:** Ensuring information shared is truthful and non-misleading.
- **Product Stewardship:** Safeguarding consumer rights by ensuring that procured goods and services meet expected standards.

## 5. Community Engagements-

Kuria East Constituency NG-CDF prioritizes strong, continuous engagement with the community as a foundation for inclusive development. Our approach integrates community feedback, local partnerships, and active public participation throughout the project lifecycle.

### a) Community Participation and Inclusion

The Fund ensures inclusive participation by:

- **Engaging local contractors and suppliers** where possible, thereby supporting local livelihoods and promoting ownership.
- Supporting **community-driven initiatives**, such as social development projects, to foster unity and social cohesion.
- Collaborating with community leaders during the **bursary programme** to identify and support deserving, vulnerable students.

### b) Public Participation in Project Identification and Monitoring

Public participation is a cornerstone of project selection and implementation. During the planning phase:

- **Project proposals were collected from all wards** in the constituency.
- The Constituency Development Committee (NG-CDFC) deliberated on these proposals, aligning them with **national development priorities** and the **Kuria East Strategic Development Plan**.
- A final list of priority projects—both short- and long-term—was submitted to the NG-CDF Board in line with the CDF Act.

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

---

This participatory process ensures that community voices are heard, and decisions are made transparently and inclusively.

**c) Public Awareness and Collaboration**

Kuria East NG-CDF promotes awareness and transparency through:

- **Community meetings and barazas** held regularly in each ward.
- **Community needs assessments** conducted to understand priority areas.
- **Collaboration with local, regional, and national agencies** to ensure coordinated and impactful development.

Through these engagements, the Fund ensures that development is not only for the people—but with the people.

  
.....  
Name: SALOME OGWECHO MIRUKA  
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 the Public Sector Accounting Standards Board of Kenya from time to time.


The Accounting Officer in charge of the NGCDF-Kuria East 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, 2024. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Kuria East Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash 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- Kuria East Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NG-CDF Kuria East 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.

#### **Approval of the financial statements**

The NGCDF- Kuria East Constituency financial statements were approved and signed by the Accounting Officer on **August 15, 2025**



.....  
Name: SICKLER CHACHA OMARI  
Chairman – NGCDF Committee



.....  
Name: SALOME OGWECHO MIRUKA  
Fund Account Manager

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KURIA EAST 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 Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on 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 accompanying transitional IPSAS financial statements of National Government Constituencies Development Fund – Kuria East Constituency set out on pages 1 to 65, which comprise of the statement of assets and liabilities as at 30 June, 2025 and the statement of receipts and payments, statement of cash flows

and summary statement of appropriation 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 – Kuria East 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), the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

**Basis for Qualified Opinion**

**1.0. Non-Compliance with Financial Reporting Framework and Inaccuracies in Financial Statements**

Audit review of the annual report and financial statements as presented for audit revealed the following anomalies:

- i. The table contents didn't have Governance Statement, Management Discussion and Analysis, Environment and Sustainability Reporting and Statement of Management Responsibilities.
- ii. The notes to the statement of changes in net assets are actually instructions appearing in the reporting template which should be removed.
- iii. Budget notes to the statement of comparison of budget and actual amounts indicate that utilization in respect of use of goods and services was 143% which is not correct as the statement indicated 96%.
- iv. Note 30 to the financial statements on cash generated from operations, which is supposed to reconcile the reported deficit for the year and cash flows from operating activities amounts, reflects net cash flow from operating activities amount of Kshs.126,726,463 which differs with the re-cast amount of Kshs.122,679,777, resulting in a variance of Kshs.4,046,686. The variance arose because increase in third party deposits of Kshs.1,948,965 and increase in gratuity provision of Kshs.74,379 are indicated as cash outflows instead of cash inflows.
- v. The statement of financial performance reflects four (4) revenue and expenses amounts which differ with corresponding amounts recorded in the annual expenditure returns, resulting in unreconciled variances as tabulated below:

Item	Amount in Financial Statements	Amount in Expenditure Report	Variance
	Kshs.	Kshs.	Kshs.
Transfers from the NGCDF Board	179,481,954	316,535,446	(137,053,492)

Item	Amount in Financial Statements	Amount in Expenditure Report	Variance
	Kshs.	Kshs.	Kshs.
Use of goods and services	12,206,710	12,266,280	(59,570)
Other government units actual expenditure	96,415,388	105,330,061	(8,914,673)
Other grants and transfers actual expenditure	75,734,562	82,310,405	(6,575,843)

In the circumstances, the accuracy, completeness and fair presentation of the financial statements could not be confirmed.

## 2.0. Unsupported PMC Bank Balances

The statement of financial position reflects cash and cash equivalents balance of Kshs.142,706,384 which, as disclosed in Note 19 and detailed in Annex 2 to the financial statements, includes Kshs.21,919,135 in respect of PMC bank balance whose supporting cash books and bank reconciliation statements were, however, not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balances amounting to Kshs.21,919,135 could not be confirmed.

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

## Emphasis of Matter

### 1.0. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects total budgeted revenue of Kshs.427,432,320 and actual revenue on comparable basis of Kshs.332,515,366, resulting in underfunding of Kshs.94,916,954, or 22% of the budget. Similarly, out of the actual revenue of Kshs.332,515,366, the Fund spent Kshs.191,642,347, resulting in underutilization of Kshs.142,706,383 or 43%. Further, the statement reflects total expenditure budget of Kshs.427,432,320 which includes Kshs.11,200,000 in respect of twenty-eight (28) projects that were approved for implementation during the year under review, but were not implemented.

The under-funding, underutilization and non-implementation of projects affected planned activities and may have negatively impacted service delivery to the constituents of Kuria East Constituency.

My opinion is not modified in respect of this matter.

## 2.0. Late Disbursement from NG-CDF Board

The statement of financial performance, and as disclosed in Note 6 to the financial statements reflects transfers from the NG-CDF Board amount of Kshs.179,481,954 which includes Kshs.81,298,384 received in the months of June, 2025 as detailed below. This was contrary to Section 16(a) of National Government Constituency Development Fund Act, 2015, which states that the functions of the Board shall be to ensure timely and efficient disbursement of funds to every constituency:

Date	AIE No.	Amount (Kshs.)
18 June 2025	B327670	41,000,000
18 May 2025	B327840	40,298,384
<b>Total</b>		<b>81,298,384</b>

Late disbursements from the Board affected planned activities and may have negatively impacted service delivery to the public.

My opinion is not modified in respect of these matters.

### 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 year's audit report, 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 Fund in 2024/2025 revealed that the following matters remained unresolved:

S/No.	Financial Year	Audit Issue
1	2023/2024	Unsupported Bursary Payments
2	2023/2024	Unsupported Project Management Committees (PMC) bank balances
3	2023/2024	Unsupported Fuel Expenditure
4	2023/2024	Budgetary Control and Performance
5	2023/2024	Unresolved Prior Year Audit Issues
6	2023/2024	Unimplemented Projects
7	2023/2024	Delayed Approval of the Constituency Projects Code List
8	2023/2024	Failure to Prepare Bank Reconciliation Statements
9	2023/2024	Lack of a Procurement Plan

## **Other Information**

The Management is responsible for the Other Information set out on page iv to xli which comprises Key Constituency Information and Management, NG-CDF Committee, NG-CDF Chairman's Report, Statement of Performance against Predetermined Objectives, Governance Statement, Environment and Sustainability Reporting and Statement of Management's 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 USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1.0. Failure to Effect Statutory Deduction and Avoidable Penalties**

Management did not provide evidence of statutory deductions for of NSSF for the months of September, October and November, 2024; NHIF/SHIF for the months of September, November and December, 2024, and April, 2025; housing levy for the months of October and December, 2024, and January, April and May, 2025; PAYE for the months of July to October and December, 2024 and January, April and May, 2025; and NITA for all the months of the financial year.

Further, Management paid NSSF late for the months of December, 2024 to June, 2025, resulting in a penalty of Kshs.400 for each month, totaling to Kshs.2,800. This was contrary to Regulation 18(4) of the National Government Constituencies Development Fund Regulation, 2016, which states that the officer of the Board seconded to the Constituency shall ensure that all employees are paid on time, and all statutory deductions are promptly remitted to the relevant authorities.

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

## **2.0. Over Recruitment of The Staff**

Review of records revealed that the Constituency Committee had nineteen (9) staff, contrary to the CDF Circular Ref. CDF Board/Circulars/Vol.1.1/116 dated 24 June, 2013, which states that the committee may employ staff not exceeding five in number and such staffs shall have knowledge in construction, basic accounting and Information, communication and Technology.

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

## **3.0. Projects in Use Without Certificate of Completion**

Review of records revealed that a total Kshs.63,842,033 was spent on twenty (20) projects which were found to be in use. However, the supporting certificates of completion were not provided for audit. Further, project files of these projects lacked key supporting documents, such as final inspection reports, handover notes, and certification forms.

In the circumstances, the value for money realized from the expenditure of Kshs.63,842,033 on the twenty projects could not be confirmed.

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

## **REPORT ON THE 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 governance were not effective.

### **Basis for Conclusion**

#### **Lack of Internal Audit Function and Ineffective Audit Committee**

During the financial year under review, it was noted that the Fund did not have an Internal Audit department in place as required by regulation 162(2) of the Public Finance Management (National Governments) Regulations, 2015. Further, there were no internal audit reports on the state of risk management, internal control and governance within the Fund. In-addition, there were no approved Internal Audit workplan and Internal Audit charter.

Further, review of records, revealed that the Fund had no audit committee appointed as at the time of audit, nor was there any evidence that The National Treasury

approved the sharing of an audit committee of another entity. This was contrary to the provisions of Regulation 174, Paragraph (1) and (2) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, the effectiveness of internal audit, risk management and governance in the Fund could not be confirmed.

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

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

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the 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**

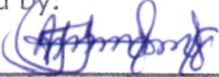
**08 December, 2025**


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


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

	Note	Period ended june Kshs
<b>Revenue from non-exchange transactions</b>		
Transfers from the NGCDF Board	6	179,481,954
Grants/donations from other entities	7	-
<b>Revenue from exchange transactions</b>		
Finance income	8	-
Miscellaneous income	9	3,800
<b>Total revenue</b>		<b>179,485,754</b>
<b>Expenses</b>		
Employee costs	10	3,485,039
Committee expenses	11	3,934,857
Use of Goods and Services	12	12,206,710
Other Government Units Actual expenditure	13	96,415,388
Other Grants and Transfers Actual expenditure	14	75,734,562
Depreciation and amortization expense	15	157,625
Digital Hubs Actual expenditure	16	-
<b>Total expenses</b>		<b>191,934,181</b>
<b>Other gains/(losses)</b>		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
<b>Surplus/(Deficit) for the year</b>		<b>(12,448,426)</b>

The Constituency financial statements were approved by the NGCDFC on August 15, 2025 and signed by:

  
Chairman NG-CDF  
Committee  
Name: Sickler Chacha  
Omari

  
National Sub-County  
Accountant  
Name: Joel Patrick  
Opondo  
ICPAK M/No:17141

  
Fund Account Manager  
Name: Salome Ogwecho  
Miruka

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

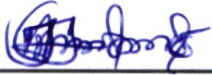
12. Statement Of Financial Position As At 30th June, 2025

	Note	Period ended June 2025	Opening Statement 1st July 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash And Cash Equivalents	19	142,706,384	15,979,920
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	94,916,954	231,970,446
Prepayments	22	59,570	-
<b>Total Current Assets</b>		<b>237,682,908</b>	<b>247,950,366</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	23	367,791	525,416
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
<b>Total Non- Current Assets</b>		<b>367,791</b>	<b>525,416</b>
<b>Total Assets (A)</b>		<b>238,050,699</b>	<b>248,475,782</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	26	-	-
Third-Party Deposits	27	1,948,964	-
Lease Liabilities	28	-	-
Gratuity provision	29	882,556	808,177
<b>Total Current Liabilities</b>		<b>2,831,521</b>	<b>808,177</b>
<b>Non-Current Liabilities</b>			
Lease Liabilities	28	-	-
<b>Total Liabilities (B)</b>		<b>2,831,521</b>	<b>808,177</b>
<b>Net Assets (A-B)</b>		<b>235,219,178</b>	<b>247,667,604</b>
<b>Represented by:</b>			
Reserves		235,219,178	247,667,604
Accumulated Surplus			
<b>Total Net Assets</b>		<b>235,219,178</b>	<b>247,667,604</b>

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

---

The Constituency financial statements set out on pages 1 to 111 approved by NG CDFC on August 15, 2025 and signed by:



---

Chairman NG-CDF  
Committee  
Name: Sickler Chacha  
Omari



---

National Sub-County  
Accountant  
Name: Joel Patrick  
Opondo  
ICPAK M/No:17141



---

Fund Account Manager  
Name: Salome Ogwecho  
Miruka

*National Government Constituencies Development Fund (NGCDF)*  
*Kuria East 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	Reserves	Accumulated surplus/Deficit	Total
	Kshs	Kshs	Kshs
As at 30 <sup>th</sup> June 2024 (cash basis)	-	9,222,519	9,222,519
Adjustments: (to recognize assets and liabilities)			
Add Assets	-	238,805,080	238,805,080
Less Liabilities	-	359,994	359,994
<b>As at July 1, 2024</b>		247,667,604	247,667,604
Surplus/(Deficit) For the Period	-	(12,448,426)	(12,448,426)
Revaluation Gain/Loss	-	-	-
As at 30th June (current year)	-	235,219,178	235,219,178

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)*  
*Kuria East 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	Period ended june Kshs
<b>Cash flows from operating activities</b>		
<b>Receipts</b>		
Transfers from the NGCDF Board		316,535,446
Grants/donations from other entities		-
Finance income		-
Miscellaneous income		3,800
<b>Total Receipts</b>		<b>316,539,246</b>
<b>Payments</b>		
Employee costs		3,410,660
Committee expenses		3,934,857
Use of Goods and Services		12,266,280
Other Government Units Certified Works		94,496,587
Other Grants and Transfers		75,704,399
Digital Hubs Expenses		-
<b>Total Payments</b>		<b>189,812,783</b>
<b>Net Cash Flows from/ (used in) Operating Activities</b>	30	<b>126,726,463</b>
<b>Cash flows From Investing Activities</b>		
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
<b>Net Cash Flows from Investing Activities</b>		<b>-</b>
<b>Net increase/(decrease) in cash &amp; Cash equivalents</b>		<b>126,726,463</b>
<b>Cash Flows from Financing Activities</b>		
Lease payment		
<b>Net Cash Flows from Financing Activities</b>		<b>126,726,463</b>
Cash and cash equivalents at Period Start	19	15,979,920
<b>Cash and cash equivalents at Period End</b>	19	<b>142,706,383</b>

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

*National Government Constituencies Development Fund (NGCDF)*  
*Kuria East 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	Budget	% of
					comparable	utilization	Utilization
					basis	difference	
	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		
<b>Revenue</b>							
Transfers From the NGCDF Board	179,481,954	15,979,920	231,970,446	427,432,320	332,515,366	94,916,954	78%
Grants/donations from other entities	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	1,833,364	(1,833,364)	
<b>Totals</b>	<b>179,481,954</b>	<b>15,979,920</b>	<b>231,970,446</b>	<b>427,432,320</b>	<b>334,348,730</b>	<b>93,083,590</b>	<b>78%</b>
<b>Expenses</b>							
Employee costs	3,503,405	843,680	-	4,347,085	3,410,660	936,425	78%
Committee expenses	4,417,186	100,226	-	4,517,412	4,514,726	2,686	100%

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

	Original Budget	Adjustments		Final Budget	Actual on	Budget	% of
					comparable	utilization	Utilization
					basis	difference	
	Kshs	Kshs		Kshs	Kshs	Kshs	
	A	b		C=(a+b)	d	e=(c-d)	f=d/c*100
Use of Goods and Services	8,232,785	330,229	-	8,563,014	8,189,411	373,603	96%
Other Government Units Certified Works	38,200,000	4,739,273	141,129,409	184,068,682	95,445,435	88,623,247	52%
Other Grants and Transfers	84,614,709	6,307,602	36,496,037	127,418,348	76,557,216	50,861,132	60%
Digital Hubs Expenses	25,000,000	3,527,899	10,000,000	38,527,899	3,524,899	35,003,000	9%
Funds Pending Approval**	15,513,870	131,011	44,345,000	59,989,881	-	59,989,881	0%
<b>Total Expenditure</b>	<b>179,481,954</b>	<b>15,979,920</b>	<b>231,970,446</b>	<b>427,432,320</b>	<b>191,642,347</b>	<b>235,789,974</b>	<b>45%</b>
Surplus for the period					142,706,383	(142,706,383)	

**National Government Constituencies Development Fund (NGCDF)  
Kuria East Constituency**




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

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

- a) Underutilization (<90%): Low absorption was noted in Transfers from the NGCDF Board (78%), Employee Costs (78%), Committee Expenses (87%), Certified Works (52%), Other Grants and Transfers (59%), Digital Hubs Expenses (0%), Funds Pending Approval (0%), and overall expenditure (44%). This was mainly due to delayed disbursements, pending project approvals, phased construction schedules, and procurement delays.
- b) Overutilization (>100%): Use of Goods and Services (143%) exceeded budget due to higher operational demands and accelerated project support, funded through virements from underutilized lines.
- c) Overall Underutilization reflects timing and approval delays, while overutilization was strategic to sustain critical activities within approved financial regulations.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	235,789,974
Less undisbursed funds receivable from the Board as at period June 30, 2025	93,083,590
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2025	142,706,383

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 **August 15, 2025** and signed by:

 Fund Account Manager	 National Sub-County Accountant
Name: SALOME MURUKA	Name: JOEL ARACHA OJANDO ICPAK M/No: 17141
	 Chairman NG-CDF Committee
	Name: SICKAL CHACHA OMASI

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

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>1.0 Administration And Recurrent</b>						
1.1 Compensation Of Employees	3,503,405	843,680		4,347,085	3,410,660	936,425
1.2 Committee Allowances	2,797,186	-		2,797,186	2,795,426	1,760
1.3 Use Of Goods And Services	4,468,326	-		4,468,326	4,371,037	97,289
<b>Sub-Total</b>	<b>10,768,917</b>	<b>843,680</b>	<b>-</b>	<b>11,612,597</b>	<b>10,577,123</b>	<b>1,035,474</b>
<b>2.0 Monitoring And Evaluation</b>						
2.1 Capacity Building	1,680,233	171,148		1,851,381	1,850,300	1,081
2.2 Committee Allowances	1,620,000	100,226		1,720,226	1,719,300	926
2.3 Use Of Goods And Services	2,084,226	159,081		2,243,307	1,968,074	275,233
<b>Sub-Total</b>	<b>5,384,459</b>	<b>430,455</b>	<b>-</b>	<b>5,814,914</b>	<b>5,537,674</b>	<b>277,240</b>
<b>4.0 Emergency</b>						
Unutilized				-		-
Bikarabwa Primary School	1,049,657	84		1,049,740	1,047,228	2,512
Gosebe Primary School	1,049,657	-		1,049,657	-	1,049,657
Ihore Primary School	1,130,000	-		1,130,000	1,025	1,128,975
Kionyo Primary School	500,000	-		500,000	499,700	300
Maeta Primary	450,000	-		450,000	449,241	759
Musweto Primary School	1,130,000	130		1,130,130	-	1,130,130

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nguruna Primary School	1,130,000	-		1,130,000	-	1,130,000
Ntitaru Primary School	1,130,000	65		1,130,065	6,584	1,123,481
Nyakehomo Primary School	1,130,000	5,799		1,135,799	-	1,135,799
Nyamotambe Primary	745,000	-		745,000	713,988	31,012
Ihore Primary School		3,859		3,859	3,859	-
Nyakehomo Primary School		4,399		4,399	4,398	1
<b>Sub-Total</b>	<b>9,444,313</b>	<b>14,335</b>	<b>-</b>	<b>9,458,648</b>	<b>2,726,023</b>	<b>6,732,625</b>
<b>5.0 Bursary And Social Security</b>						
5.1 Primary Schools				-		-
5.2 Secondary Schools	30,500,000	4,765,556	18,976,967	54,242,522	35,628,000	18,614,522
5.3 Tertiary Institutions	29,500,000	-		29,500,000	29,720,000	(220,000)
5.4 Special Needs				-		-
5.5 Education Support Programmes				-		-
5.6 Social Security				-		-
<b>Sub-Total</b>	<b>60,000,000</b>	<b>4,765,556</b>	<b>18,976,967</b>	<b>83,742,522</b>	<b>65,348,000</b>	<b>18,394,522</b>
<b>7.0 Environment</b>						-
Biasimui Primary School	215,433			215,433		215,433
Girigiri Primary School	215,433			215,433		215,433
Gureta Primary School	215,433			215,433		215,433
Gwitembe Primary School	215,433			215,433		215,433

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Igenaitambe Primary School	215,433			215,433		215,433
Ihore Primary School	215,433			215,433		215,433
Itongo Primary School	215,433			215,433		215,433
Kegonche Primary School	215,433			215,433		215,433
Kegonga Secondary School	215,433			215,433		215,433
Kionyo Primary School	215,433			215,433		215,433
Kohero Primary School	215,433			215,433		215,433
Kokeharaka Primary School	215,433			215,433		215,433
Komorama Primary School	215,433			215,433		215,433
Kugitimo Primary School	215,433			215,433		215,433
Kwigena Primary School	215,433			215,433		215,433
Maeta Primary School	215,433			215,433		215,433
Mosweto Primary School	215,433			215,433		215,433
Nyakehomo Primary School	215,433			215,433		215,433
Nyamotambe Primary School	215,433			215,433		215,433
Remanyanki Primary School	215,433			215,433		215,433
Sanchawa Primary School	215,433			215,433		215,433
St. Joseph Ntimaru Primary School	215,433			215,433		215,433
Taragai Primary School	215,433			215,433		215,433

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Tung'aini Primary School	215,433			215,433		215,433
Bikarabwa Primary School		-	210,964	210,964	210,000	964
Getambwega Primary School		3,482	210,964	214,446	3,722	210,724
Guana Mixed Secondary School		-	219,202	219,202	218,370	832
Kemakoba Primary School		7,573	219,202	226,775	226,775	-
Kendege Prisons Primary School		15,957	210,964	226,921	210,000	16,921
Koromangucha Primary School		59,040	210,964	270,004	269,040	964
Kwiho Primary School		387	210,978	211,365	211,365	-
Makararangwe Primary School		29,157	219,204	248,361	218,370	29,991
Makonge Primary School		-	210,964	210,964	210,000	964
Matare Boys High School		218,614	200,000	418,614	200,000	218,614
Minyere Primary School		8,577	219,202	227,779	227,779	-
Motarakwa Primary School		82,592	-	82,592	82,592	-
Mosweto Primary School		25,292	210,964	236,256	210,000	26,256
Nguku Mahando Primary School		11,347	210,964	222,311	222,311	-
Nyabikongori Primary School		-	219,202	219,202	218,370	832
Nyamagenga Secondary School		7,391	210,964	218,355	210,000	8,355
Nyamagongwi Primary School		-	210,964	210,964	209,500	1,464
Nyamaranya Primary School		3,513	210,964	214,477	213,513	964

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nyamotambe Secondary School		-	219,202	219,202	218,370	832
Nyankongo Primary School		-	210,964	210,964	210,000	964
Nyaroha Girls Secondary School		141,536	-	141,536	141,536	-
Sakuri Primary School		-	210,964	210,964	210,000	964
Sanchawa Primary School		-	210,964	210,964	210,000	964
Seronga Primary School		26,139	-	26,139	26,139	-
St. Philomena Nguruna Secondary School		354,610	219,202	573,812	571,370	2,442
Simbori Primary School		8,904	-	8,904	8,904	-
Tebesi Primary School		-	219,202	219,202	216,370	2,832
Wangirabose Primary School		6,790	210,964	217,754	210,000	7,754
<b>Sub-Total</b>	<b>5,170,396</b>	<b>1,010,899</b>	<b>5,118,092</b>	<b>11,299,387</b>	<b>5,594,394</b>	<b>5,704,993</b>
<b>8.0 Primary Schools Projects</b>						-
Biasumu Primary School		1,353	-	1,353	1,353	-
Bikarabwa Primary School		-	500,000	500,000	450,837	49,163
Bokorangumo Primary		452,543	3,060,000	3,512,543	1,992,556	1,519,987
Bongebo Primary Boarding		2,738		2,738	2,738	-
Chacha Maroa Primary		387		387	387	-
Chinato Primary		49,618		49,618	-	49,618
Getongoroma Primary		8,466	500,000	508,466	471,851	36,615

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Gibarori Primary School		66,640	9,800,000	9,866,640	9,856,805	9,835
Gokeharaka Primary		49,642		49,642	-	49,642
Gukihuru Primary School		946,518	2,000,000	2,946,518	1,996,656	949,862
Guretta Primary		194,437		194,437	194,437	-
Igena Itambe Primary		49,772		49,772	-	49,772
Kebare Primary School		76,936		76,936	-	76,936
Kebaroti Primary		6,103		6,103	6,103	-
Kegonche Primary		50,503		50,503	-	50,503
Kegonga Primary		42,350		42,350	42,350	-
Kewandwi Prim		2,018		2,018	-	2,018
Kendege Prison Primary	4,000,000	-		4,000,000	-	4,000,000
Kionyo Primary		84,882	1,705,000	1,789,882	275,578	1,514,304
Komorama Primary School		-	2,042,066	2,042,066	1,544,306	497,760
Komotobo Primary School		43,854		43,854	43,854	-
Komotobo School For The Deaf		26,820		26,820	26,820	-
Kongori Primary		29,594		29,594	-	29,594
Kubinto Primary		1,518		1,518	-	1,518
Kugitimo Primary		130,414		130,414	-	130,414
Kwigena Primary		1,097	500,000	501,097	482,400	18,697
Kwibanacha Primary	2,400,000	-	-	2,400,000	-	2,400,000
Matare Primary Boarding	3,000,000	-	-	3,000,000	-	3,000,000

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kwihemba Primary		2,983	4,000,000	4,002,983	3,980,616	22,367
Makararangwe Primary		-	500,000	500,000	240	499,760
Masangora Primary		2,839	9,800,000	9,802,839	9,797,580	5,259
Motarakwa Primary School		-	9,800,000	9,800,000	9,795,016	4,984
Mutiniti Primary		86,327		86,327	-	86,327
Nyaitara Primary		1,005		1,005	-	1,005
Nyakehemo Primary School	2,400,000			2,400,000	-	2,400,000
Nyamagenga Primary School		3,675	9,800,000	9,803,675	9,781,329	22,346
Nyamanche Primary School		1,121	1,400,000	1,401,121	1,261,419	139,702
Nyamaranya Primary School		-	450,000	450,000	449,420	580
Nyamotambe Primary		-	2,000,000	2,000,000	1,861,302	138,699
Nyamotambe Primary		3,295		3,295	3,295	-
Nyamtiro Board Primary	10,000,000	55	10,000,000	20,000,055	-	20,000,055
Nyansita Primary		497,543		497,543	120,000	377,543
Nyaroha Primary School	1,000,000	62,373	9,800,000	10,862,373	9,695,102	1,167,271
Remanyanki Primary		7,412	500,000	507,412	240	507,172
Sakuri Primary School		20,834	2,500,000	2,520,834	533,440	1,987,394
Sanchawa Primary School	2,400,000			2,400,000	-	2,400,000
Siabai Primary School		-	9,800,000	9,800,000	6,769,522	3,030,478
Siabai Primary School		2,969		2,969	2,369	600
St. Teresa Kohero Prim		2,375		2,375	2,375	-
Taragai Primary School		39,563		39,563	39,563	-

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Tebesi Primary		-	500,000	500,000	481,128	18,872
Tungaine Primary School	3,000,000	86,006		3,086,006	-	3,086,006
<b>Sub-Total</b>	<b>28,200,000</b>	<b>3,138,578</b>	<b>90,957,066</b>	<b>122,295,644</b>	<b>71,962,986</b>	<b>50,332,658</b>
<b>9.0 Secondary Schools Projects (List All The Projects)</b>						-
Bishop Philip Anyolo Girls		98	600,000	600,098	360,126	239,972
Gibarori Mixed Sec School		33	2,000,000	2,000,033	1,958,581	41,452
Gokeharaka Sec		378,574	-	378,574	378,574	-
Guana Mixed Sec		416,281	2,000,000	2,416,281	1,895,779	520,502
Gwitembe Sec		7,193		7,193	7,193	-
Igena Itambe Sec School		374	2,000,000	2,000,374	1,801,110	199,264
Itongo Mixed Sec School		82,520		82,520	82,520	-
Kegonga Boys		80,197		80,197	-	80,197
Kemakoba Mixed Secondary		-	2,000,000	2,000,000	1,882,452	117,548
Kwibanacha Sec School		1,492		1,492	1,492	-
Kwiho Sec School		786	3,500,000	3,500,786	3,500,786	-
Maeta Sec School		1,798		1,798	1,797	1
Makararangwe Sec Sc		466	-	466	466	-
Masangora Sec		90		90	-	90
Nguku Mahando Mixed Sec		110,824	4,783,028	4,893,852	2,882,206	2,011,646

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nguruna Sec		2,716	2,000,000	2,002,716	1,998,891	3,825
Nyabikongori Mixed Secondary School		-	2,000,090	2,000,090	1,999,996	94
Nyamagenga Mixed Sec Sch		363	2,000,000	2,000,363	1,860,407	139,956
Nyamagongwi Mixed Sec		2,000	2,000,000	2,002,000	1,439,940	562,060
Sakuri Girls School		16,327		16,327	16,327	0
Seronga Girls Secondary School		-	2,000,000	2,000,000	-	2,000,000
Siabai Secondarys School		1,600		1,600	1,600	-
St. Joseph Ntimaru Primary School		24,173		24,173	24,173	-
Taragai Sec School		9,604		9,604	9,604	-
Wangirabose Secondary School		277,630	5,500,000	5,777,630	1,378,430	4,399,200
<b>Sub-Total</b>	<b>-</b>	<b>1,415,137</b>	<b>32,383,118</b>	<b>33,798,255</b>	<b>23,482,449</b>	<b>10,315,806</b>
<b>10.0 Tertiary Institutions Projects (List All The Projects)</b>				-		-
Kegonga KMTC	10,000,000	185,558	17,789,225	27,974,783	-	27,974,783
				-		-
<b>Sub-Total</b>	<b>10,000,000</b>	<b>185,558</b>	<b>17,789,225</b>	<b>27,974,783</b>	<b>-</b>	<b>27,974,783</b>
<b>11.0 Security Projects</b>				-		-
Acc Chinato		160,612	1,000,000	1,160,612	160,612	1,000,001

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Bwirege West Chiefs Office		979	979	1,957	979	979
Getongoroma Ap Post		64,496	-	64,496	64,496	-
Getongoroma Chiefs Office	-	-	200,000	200,000	198,961	1,039
Gokeharaka ACC	5,000,000	22,963	4,000,000	9,022,963	-	9,022,963
Gokeharaka Chiefs Off		38	2,000,000	2,000,038	1,996,790	3,248
Gwitembe Police Post		649	-	649	648	1
Kebaroti Chief Off		55,800		55,800	55,800	-
Kegonga Law Court	5,000,000	43	5,000,000	10,000,043	-	10,000,043
Kemakoba Assistant Chief		1,206		1,206	1,063	143
Maeta Chiefs Office		143		143	-	143
Makararangwe Chiefs Off		3,829		3,829	3,829	-
Masangora Assistant Chiefs Office		1,041		1,041	1,041	-
Mosweto Chief Office		4,594		4,594	4,594	-
Ntimaru Dos Residence		110,976		110,976	110,976	-
Ntimaru Police		2,837		2,837	2,837	1
Nyabasi West Chiefs Off		61,398		61,398	61,398	-
Nyaitara Ass Chiefs		157		157	157	0
Sagati Sublocation Assistant Chiefs Office		25,054		25,054	25,054	(0)
Sakuri Chiefs Office	-	-	200,000	200,000	199,566	434
<b>Sub-Total</b>	<b>10,000,000</b>	<b>516,812</b>	<b>12,400,979</b>	<b>22,917,791</b>	<b>2,888,799</b>	<b>20,028,992</b>
<b>12.0 Acquisition Of Assets</b>				-		-

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
12.1 Motor Vehicles (Including Motorbikes)			-	-		-
12.2 Purchase Of Furniture And Fitiings				-		-
12.2 Construction Of CDF Office				-		-
<b>Sub-Total</b>	-	-	-	-	-	-
<b>13.0 Others</b>				-		-
13.1 Strategic Plan		3,500,000	-	3,500,000	3,497,000	3,000
13.2 Innovation Hub	15,000,000		-	15,000,000	-	15,000,000
13.3 Kegonga Huduma Centre	10,000,000		10,000,000	20,000,000	-	20,000,000
Muhingira Drift Mgt Committee		805		805	805	-
Kendege T.I Enviroment		26,475		26,475	26,475	-
Kemakoba Dispensary		619		619	619	-
<b>Sub-Total</b>	<b>25,000,000</b>	<b>3,527,899</b>	<b>10,000,000</b>	<b>38,527,899</b>	<b>3,524,899</b>	<b>35,003,000</b>
<b>Funds Pending Approval**</b>				-		-
Unapproved Projects	15,513,870		44,345,000	59,858,870		59,858,870
Aia	-	131,011		131,011	-	131,011
PMC Savings				-	-	-
<b>Sub-Total</b>	<b>15,513,870</b>	<b>131,011</b>	<b>44,345,000</b>	<b>59,989,881</b>	<b>-</b>	<b>59,989,881</b>
<b>Total</b>	<b>179,481,954</b>	<b>15,979,920</b>	<b>231,970,446</b>	<b>427,432,320</b>	<b>191,642,347</b>	<b>235,789,974</b>

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

---

*(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 Kuria East Constituency principal activity is service delivery through improvement of infrastructure and provision of bursaries to needy students within the constituency

### 2. Statement of Compliance and Basis of Preparation

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

The financial statements have been prepared in accordance with the Public Finance Management (PFM) Act and the International Public Sector Accounting Standards (IPSAS). The NG-CDF Kuria East 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 Kuria East 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.

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

---

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	<b><i>Applicable 1<sup>st</sup> January 2025</i></b>  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.  <i>N/A</i>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<b><i>Applicable 1<sup>st</sup> January 2025</i></b>  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>N/A</i>
IPSAS 45: Property Plant	<b><i>Applicable 1<sup>st</sup> January 2025</i></b>

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

and Equipment	<p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>N/A</i></p>
IPSAS 46: Measurement	<p><b><i>Applicable 1<sup>st</sup> January 2025</i></b></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>N/A</i></p>
IPSAS 47: Revenue	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></b></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</p>

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

	<p>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>Applicable</i></p>
<p>IPSAS 48: Transfer Expenses</p>	<p><i>Applicable 1<sup>st</sup> 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>N/A</i></p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p><i>Applicable 1<sup>st</sup> 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>N/A</i></p>
<p>IPSAS 50: Exploration For &amp; Evaluation of Mineral Resources</p>	<p><i>Applicable 1<sup>st</sup> January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ul style="list-style-type: none"> <li>i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</li> <li>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.</li> <li>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.</li> </ul> <p><i>N/A</i></p>

*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 30<sup>th</sup> June 2024 for the period 1<sup>st</sup> July 2024 to 30<sup>th</sup> 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).

## **b) Financial liabilities**

### **Classification**

The entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

### **g) Inventories**

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make

the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the *Entity*.

#### **h) Provisions**

Provisions are recognized when the *Entity* has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the *Entity* expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement

#### **i) Social Benefits**

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

#### **j) Contingent liabilities**

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

#### **k) Contingent assets**

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future 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.

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

6. Transfers from the NGCDF Board

Description	Period ended June 2025
NGCDFB Transfers (Allocation for the FY)	179,481,954
<b>TOTAL</b>	<b>179,481,954</b>

7. Transfers from domestic and foreign partners

Description	Period ended June 2025
	Kshs
Grants	-
<b>Total</b>	<b>-</b>

8. Finance income

Description	Period ended June 2025
	Kshs
Interest Income on Bank Deposits	-
<b>Total</b>	<b>-</b>

(Provide a brief explanation for this revenue)

9. Miscellaneous income

Description	Period ended June 2025
	Kshs
Rental Income	-
Income from sale of tenders	3,800
Hire of plant/equipment/facilities	-
Other Income Not Classified Elsewhere (specify)	-
<b>Total</b>	<b>3,800</b>

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

---

10. Employees cost

Description	<i>Period ended June 2025</i>
	Kshs
NG-CDFC Basic staff salaries	2,655,971
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	-
Leave allowance	-
Gratuity to contractual employees	630,673
Employer Contributions Compulsory national social security schemes	158,552
Employer Contributions Compulsory Housing levy	39,843
Employer contributions to National Industrial Training Authority	-
Other Specify	-
<b>Total</b>	<b>3,485,039</b>

11. Committee Expenses

Description	<i>Period ended June 2025</i>
	Kshs
Sitting allowance	2,012,226
Other Committee expenses	1,922,631
<b>Total</b>	<b>3,934,857</b>

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

12. Use of Goods and services

Description	<i>Period ended June 2025</i>
	Kshs
Utilities, supplies and services	82,800
Communication, supplies and services	483,919
Domestic travel and subsistence	1,616,786
Printing, advertising and information supplies & services	989,563
Office Rent	-
Training expenses	1,150,000
Hospitality supplies and services	878,488
Insurance costs	58,599
Specialized materials and services	390,900
Office and general supplies and services	1,638,712
Fuel, oil & lubricants	1,106,010
Bank Charges	29,713
Routine maintenance – vehicles and other transport equipment	284,220
Routine maintenance – other assets	-
Strategic plan expenses	3,497,000
Other operating expenses	-
<b>Total</b>	<b>12,206,710</b>

13. Other Government Units Actual expenditure

Description	<i>Period ended June 2025</i>
	Kshs
Primary Schools Actual expenditure	72,297,944
Secondary Schools Actual Expenditure	24,117,444
Tertiary Institutions Actual Expenditure	-
<b>Total</b>	<b>96,415,388</b>

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

14. Other Grants and transfers Actual expenditure

Description	Period ended June 2025
	Kshs
Bursary – secondary schools	35,628,000
Bursary – tertiary institutions	29,720,000
Bursary – special schools	-
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual Expenditure	2,400,232
Climate change mitigation projects	5,242,400
Emergency projects Actual Expenditure	2,742,850
Roads projects	-
Others specify	1,080
<b>Total</b>	<b>75,734,562</b>

15. Depreciation and Amortization Expenses

Description	Period ended June 2025
	Kshs
Property Plant and Equipment	157,625
Intangible Assets	-
<b>Total</b>	<b>157,625</b>

16. Digital Hubs Expenses

Description	Period ended June 2025
	Kshs
Construction/ renovation/Actual Expenditure	-
Digital Hub utility costs Water, Electricity,	-
Maintenance of ICT equipment	-
Maintenance of building	-
Others (specify)	-
<b>Total</b>	<b>-</b>

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

17. Gain/loss on Sale of Assets

Description	Period ended June 2025
	Kshs
Property, Plant and Equipment	-
Intangible Assets	-
<b>Total Gain/loss on Sale of Asset</b>	<b>-</b>

18. Impairment Loss

Description	Period ended June 2025
	Kshs
Property, Plant and Equipment	-
Intangible Assets	-
<b>Total Impairment Loss</b>	<b>-</b>

19. Cash and Cash Equivalents

Name Of Bank and Account No.	Period ended June 2025	Opening Statement 1st July 2025
	Kshs	Kshs
<b>Bank Accounts (Cash Book Bank Balance)</b>		
<i>KCB, Kehancha, Account No. 1147942986 (Operations account)</i>	119,904,692	9,222,519
<i>Operations account pending closure (Indicate name &amp; account no.)</i>	-	-
<i>KCB, Kehancha, account No. 1329658523 (Deposit account)</i>	882,556	448,183
<i>Various Bank Accounts – See Attached annex (PMC's account)</i>	21,919,135	6,309,218.04
<b>Total</b>	<b>142,706,383</b>	<b>15,979,920</b>
<b>Cash Balances</b>		
Location 1	-	-
Location 2	-	-
Other Locations ( <i>Specify</i> )	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

20. Receivables from Exchange Transactions

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

i. Ageing Analysis for Receivables

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

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

21. Receivables from Non-Exchange Transactions

Description	Period ended June 2025	Opening Statement 1st July 2025
	Kshs	Kshs
Transfers from NGCDFB	94,916,954	231,970,446
Outstanding imprest	-	-
<b>Total</b>	<b>94,916,954</b>	<b>231,970,446</b>

i. Ageing Analysis for Receivables from Non-Exchange Transactions

Description	Period ended June 2025		Opening Statement 1st July 2024	
	2024-2025	% of the total	Opening Balance	% of the total
Less than 1 year	94,916,954	100%	126,382,843	54%
Between 1- 2 years	-	-	105,587,603.	46%
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Nt</b>	<b>94,916,954</b>	<b>100%</b>	<b>231,970,446</b>	<b>100%</b>

22. Prepayments

Description	Period ended June 2025	Opening Statement 1st July 2025
	Kshs	Kshs
Prepaid Rent	-	-
Prepaid Insurance	59,570	-
Prepaid Electricity Costs	-	-
Other Prepayments ( <i>Specify</i> )	-	-
<b>Total</b>	<b>59,570</b>	<b>-</b>

23. Property, Plant and Equipment

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

	Land	Buildings	Motor vehicles	Infrastructure assets	Furniture and fittings	Computers & ICT Equipment	Work in progress	Service concession assets	Total
Depreciation Rate		0	0	0	0	0			
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1 <sup>st</sup> July 2024	-	-	-	-	-	750,594	-	-	750,594
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-	-
As At 30 <sup>th</sup> June 2025	-	-	-	-	-	750,594	-	-	750,594
Depreciation And Impairment									
Opening bal accumulated depreciation 1st July 2024	-	-	-	-	-	225,178	-	-	225,178
Depreciation	-	-	-	-	-	157,625	-	-	157,625
Disposals	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As At 30 <sup>th</sup> June 2025	-	-	-	-	-	382,803	-	-	382,803
Net Book Values									
Opening Bal as at 1 <sup>st</sup> July 2024	-	-	-	-	-	525,416	-	-	525,416
As At 30 <sup>th</sup> June 2025	-	-	-	-	-	367,791	-	-	367,791

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

**Valuation**

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

**23 b) Property, Plant and Equipment at Cost**

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

	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	-	-	-
Plant And Machinery	-	-	-
Motor Vehicles, Including Motorcycles	-	-	-
Computers And Related Equipment	750,594	382,803	367,791
Office Equipment, Furniture, And Fittings	-	-	-
<b>Total</b>	<b>750,594</b>	<b>382,803</b>	<b>367,791</b>

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	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

24. Intangible Assets

Description	Period ended June 2025	Opening Statement 1st July 2024
	Kshs	Kshs
<b>Cost</b>		
Opening balance at the beginning of the Period	-	-
Additions	-	-
Disposal	-	-
<b>At end of the Period</b>	-	-
Additions-internal development	-	-
Disposal	-	-
<b>At end of the Period</b>	-	-
<b>Amortization and impairment</b>		
<b>At beginning of the Period</b>	-	-
Amortization	-	-
<b>At end of the Period</b>	-	-
Impairment loss	-	-
<b>At end of the Period</b>	-	-
<b>NBV</b>	-	-

25. Right-of use assets

Description	Buildings	Plant	Equipment	Total
	Kshs	Kshs	Kshs	Kshs
<b>Cost</b>				
As At 1 July 2023(Comparative period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 2024 (Comparative Period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 2025 (Current FY)	-	-	-	-
<b>Accumulated Depreciation</b>				
As At 1 July 2023 (Comparative period)	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2024 (Comparative period)	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 2025 (Current FY)	-	-	-	-

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

<b>Carrying Amount</b>				
As At 30 June 2025 (Current FY)	-	-	-	-
As At 30 June 2024. (Comparative Period)	-	-	-	-

**26. Trade and Other Payables**

Description	<i>Period ended June 2025</i>	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Trade payables	-	-
Employee payables	-	-
Other payables	-	-
<b>Total trade and other payables</b>	<b>-</b>	<b>-</b>

Aging analysis: (Trade and other payables)	22024/2025	% of the Total	1 <sup>st</sup> July 2024	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total (tie to above total)</b>	<b>-</b>		<b>-</b>	

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

27. Third-Party deposits

	<i>Period ended June 2025</i>	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Retention as at start of the period (A)	-	-
Retention held during the period (B)	3,686,969	-
Retention paid during the period (C)	1,738,004	-
<b>Closing Retention as at period , D= A+B-C</b>	<b>1,948,965</b>	<b>-</b>

Retentions aging analysis.

	<i>Period ended June 2025</i>	% of the total	<i>Opening statement</i>	<i>% of</i>
			<i>1st July 2024</i>	<i>the total</i>
Less than 1 year	1,948,965	100%	-	%
1-2 years	-	-	-	%
2-3 years	-	-	-	%
Over 3 years	-	-	-	%
<b>Total</b>	<b>1,948,965</b>	<b>100%</b>	<b>-</b>	

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

28. Lease Liabilities

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

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

**Maturity Analysis**

<b>Period</b>	<b>Amount</b>
Year 1	-
Year 2	-
Year 3	-
Year 4	-
Year 5 and onwards	-
Less: unearned Interest	-
	-

**Analysed as:**

<b>Description</b>	<b>Amount</b>
Current	-
Non- Current	-
Total	-

**29. Gratuity Provision**

<b>Description</b>	<i>Period ended June 2025</i>	<i>Opening Statement 1st July 2024</i>
	<b>Kshs</b>	<b>Kshs</b>
Gratuity at the beginning of the period (A)	808,177	-
Gratuity held during the period (B)	630,673	808,177
Gratuity paid during the period (C)	556,294	-
<b>Total Gratuity provision D=(A+B-C)</b>	<b>882,556.</b>	<b>808,177</b>

### 30. Cash Generated from Operations

	<i>Period ended June 2025</i>
	Kshs
Surplus for the period before tax	(12,448,426)
<b>Adjusted for:</b>	
Depreciation	157,625
Non-cash grants received	-
Contributed assets	-
Impairment	-
Gains and losses on disposal of assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
<b>Working capital adjustments</b>	
Changes in prepayments	(59,570)
Changes in receivables	137,053,492
Changes in deferred income	-
Changes in Third party deposits	(1,948,965)
Changes in gratuity provision	(74,379)
Changes in payments received in advance	-
<b>Net cash flow from operating activities</b>	<b>126,726,463</b>

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

### 31. Financial Risk Management

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

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

**i) Credit risk**

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

**Financial Risk Management**

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June (Current FY)</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	94,916,954	94,916,954	-	-
Bank balances	<b>163,166,322</b>	<b>163,166,322</b>	-	-
<b>Total</b>	<b>258,083,276</b>	<b>258,083,276</b>	-	-
<b>As at 30 June (Previous FY)</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	231,970,446	231,970,446	-	-
Bank balances	<b>26,754,236</b>	<b>26,754,236</b>	-	-
<b>Total</b>	<b>258,724,682</b>	<b>258,724,682</b>	-	-

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

## Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has significant concentration of credit risk on amounts due. 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
<b>As at 30<sup>th</sup> June (Current FY)</b>				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	882,556	882,556
<b>Total</b>	-	-	882,556	882,556
<b>As at 30<sup>th</sup> June (Previous FY)</b>	-	-	-	-
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	448,183	448,183
<b>Total</b>	-	-	448,183	448,183

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

**Current FY**

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

**Foreign currency sensitivity analysis**

**Current FY**

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

## 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
<b>Current FY</b>			
Euro	10%	-	-
USD	10%	-	-
<b>Previous FY</b>		-	-
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 endeavoured to bank with institutions that offer favourable interest rates.

#### Sensitivity analysis

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

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

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

**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
<b>As at 30 June (Current FY)</b>				
<b>Financial Assets</b>				
Quoted Equity Investments	-	-	-	-
<b>Non- Financial Assets</b>	-	-	-	-
Investment Property	-	-	-	-
Land And Buildings	-	-	-	-
<b>Total</b>	-	-	-	-

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

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

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	<i>Period ended June 2025</i>	<i>Opening Statement 1<sup>st</sup> July 2024</i>
	Kshs	Kshs
Revaluation Reserve	<b>257,568,512</b>	258,801,915
Retained Earnings	-	-
Capital Reserve	-	-
<b>Total Funds</b>	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	163,166,322	26,754,236
Net Debt/(Excess Cash And Cash Equivalents)	-	-
<b>Gearing</b>	-	-

### 32. Related Party Disclosures

	<i>Period ended June 2025</i>	<i>Opening Statement 1<sup>st</sup> July 2024</i>
	Kshs	Kshs
<b>Committee Members Remuneration</b>		
Sitting allowance of committee Members during the year	2,012,226	3,318,300
<b>Transaction with the NGCDF Board</b>		
Transfers from the NGCDF Board during the year	316,535,446	80,088,879
<b>Total</b>	<b>318,547,672</b>	<b>83,407,179</b>

### 33. Segment Information

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

### 34. Contingent Assets and Contingent Liabilities

#### Contingent Assets

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

*(Give details)*

**Contingent Liabilities**

Description	2024-2025	Opening Statement 1st July 2024
	Kshs	Kshs
<b>Contingent Liabilities</b>	-	-
Court Case against the Entity	-	-
Bank Guarantees in Favour of Subsidiary	-	-
Contingent Liabilities arising from Contracts Including PPPs	-	-
Others (Specify)	-	-
<b>Total</b>	-	-

**35. Capital Commitments**

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

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

**36. Events after the Reporting Period**

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

**37. Ultimate And Holding Entity**

The Kuria East 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)*  
*Kuria East 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 b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	500,000.	-	-	500,000.
Buildings and structures	25,000,000	-	-	25,000,000
Transport equipment	5,264,262	-	-	5,264,262
Office equipment, furniture and fittings	365,700	-	-	365,700
ICT Equipment, Software and Other ICT Assets	792,723.			792,723.
Other Machinery and Equipment		-	-	
Intangible assets		-	-	
<b>Total</b>	<b>31,922,685</b>	<b>-</b>	<b>-</b>	<b>31,922,685</b>

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

**Annex 2 –PMC Bank Balances As At 30<sup>th</sup> June 2025**

PMC	Bank	Account Number	Bank Balance	Bank Balance
			2024-2025	2023-2024
Bikarabwa Primary School	KCB Kehancha	1134161905	123,343	84.00
Acc Chinato	KCB Kehancha	1116619237	-	160,612.00
Biasumu Primary school	KCB Kehancha	1178266028	-	1,353.00
Bishop Philip Anyolo	KCB Kehancha	1288354258	58,662	98.00
Bokorankomo Primary School	KCB Kehancha	1294667904	7,357	452,543.00
Bongebo Primary school	KCB Kehancha	1171352271	-	2,738.00
Bwirege West Chiefs office	KCB Kehancha	1335937161	-	979.00
Chacha Maroa Primary school	KCB Kehancha	1304705269	-	387.00
Chinato Primary School	KCB Kehancha	1205086897	49,618	49,618.00
Getambwega Primary school	KCB Kehancha	1336128445	-	3,482.00
Getongoroma Ap Post	KCB Kehancha	1294938517	-	64,496.00
Getongoroma Chiefs	KCB Kehancha	1336128348	1,040	-
Getongoroma Primary School	KCB Kehancha	1286879469	43,686	8,466.00
Gibarori Primary School	KCB Kehancha	1273590910	478,411	66,640.00
Gibarori Secondary School	KCB Kehancha	1289079803	41,452	33.00
Gokeharaka ACC	KCB Kehancha	1294939270	21,777	22,963.00
Gokeharaka Chiefs	KCB Kehancha	1291149155	179,555	38.00
Gosebe Primary School	KCB Kehancha	1341434893	1,049,657	-
Gokeharaka Secondary school	KCB Kehancha	1286879469	-	378,574.00
Guana Secondary School	KCB Kehancha	1280927607	117,172	416,281.00
Gukihuru Primary School	KCB Kehancha	1294938517	499,977	946,518.00
Gureta Primary school	KCB Kehancha	1134161905	-	194,437.00
Gwitembe Police post	KCB Kehancha	1113051051	-	649.00
Gwitembe Secondary	KCB Kehancha	1133650538	-	7,193.00
Igena Itambe Primary School	KCB Kehancha	1150293366	47,979	49,772.00
Igena Itambe Secondary School	KCB Kehancha	1304705269	211,900	374.00

*National Government Constituencies Development Fund (NGCDF)*

*Kuria East Constituency*

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

Ihore Primary School	KCB Kehancha	1341151921	1,129,975	3,859.00
Itongo Mixed secondary	KCB Kehancha	1335161724	-	82,520.00
Kebare Primary School	KCB Kehancha	1132346754	1,152	76,936.00
Kebaroti Primary school	KCB Kehancha	1133352995	-	6,103.00
Kebaroti chiefs office	KCB Kehancha	1171957238	-	55,800.00
Kegonche Primary School	KCB Kehancha	1177373831	50,503	50,503.00
Kegonga Kmtc	KCB Kehancha	1294773380	184,372	185,558.00
Kegonga Law court	KCB Kehancha	1294787926	43	43.00
Kegonga Secondary School	KCB Kehancha	1117859169	78,770	80,197.00
Kegonga Primary school	KCB Kehancha	1289079803	-	42,350.00
Kemakoba Assitant chiefs office	KCB Kehancha	1331525527	-	1,206.00
Kemakoba Dispensary	KCB Kehancha	1291149155	-	619.00
Kemakoba Primary school	KCB Kehancha	1316836320	-	7,573.00
Kemakoba Secondary School	KCB Kehancha	1331525527	134,872	-
Kendege Prison Primary School	KCB Kehancha	1154316092	15,348	15,957.00
Kendege TTI Environment	KCB Kehancha	1330624041	-	26,475.00
Kewardwi Primary School	KCB Kehancha	1294493915	832	2,018.00
Kionyo Primary School	KCB Kehancha	1112965556	712,651	84,882.00
Kokeharaka Primary School	KCB Kehancha	1133784763	138,800	49,642.00
Komorama Primary School	KCB Kehancha	1332740731	444,159	-
Komotobo Primary school	KCB Kehancha	1304703061	-	43,854.00
Komotobo School For the Deaf	KCB Kehancha	1318483646	-	26,820.00
Kongori Primary School	KCB Kehancha	1294306545	29,594	29,594.00
Koromangucha Primary school	KCB Kehancha	1315956160	-	59,040.00
Kubinto Primary School	KCB Kehancha	1294728679	332	1,518.00
Kugitimo Primary School	KCB Kehancha	1134549806	130,414	130,414.00
Kwibanacha Secondary school	KCB Kehancha	1330624130	-	1,492.00
Kwigena Primary School	KCB Kehancha	1113051051	17,632	1,097.00
Kwihemba Primary School	KCB Kehancha	1294306480	15,327	2,983.00
Kwiho Primary school	KCB Kehancha	1286412404	-	387.00
Kwiho Secondary School	KCB Kehancha	1294727865	915	786.00

*National Government Constituencies Development Fund (NGCDF)*

*Kuria East Constituency*

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

Maeta Chiefs office	KCB Kehancha	1293671258	-	143.00
Maeta Primary School	KCB Kehancha	1291210776	1,090	130.00
Maeta Secondary school	KCB Kehancha	1303762579	-	1,798.00
Makararangwe chiefs office	KCB Kehancha	1316841936	-	3,829.00
Makararangwe Primary School	KCB Kehancha	1133650538	529,751	29,157.00
Masangora Assistant chiefs office	KCB Kehancha	1292890150	-	1,041.00
Masangora Primary School	KCB Kehancha	1133355359	293,590	2,839.00
Masangora Secondary	KCB Kehancha	1292890150	-	90.00
Matare boy Secondary School	KCB Kehancha	1117690873	218,374	218,614.00
Minyere Primary school	KCB Kehancha	1286130506	-	8,577.00
Mosweto Chiefs office	KCB Kehancha	1316437744	-	4,594.00
Mosweto Primary School	KCB Kehancha	1340835457	1,130,000	82,592.00
Motarakwa Primary School	KCB Kehancha	1171352271	325,325	25,292.00
Muhingira Drift Mgt Committee	KCB Kehancha	1319375138	-	805.00
Mutiniti Primary School	KCB Kehancha	1133429939	86,327	86,327.00
Nguku Mahando Primary school	KCB Kehancha	1303762579	-	11,347.00
Nguku Mahando Secondary School	KCB Kehancha	1288648995	1,579,505	110,824.00
Nguruna Primary School	KCB Kehancha	1167436024	11,984	65.00
Nguruna Secondary School	KCB Kehancha	1286490375	46,973	2,716.00
Ntimaru Dos Residence	KCB Kehancha	1293270121	-	110,976.00
Ntimaru Police Station	KCB Kehancha	1293197521	-	2,837.00
Ntimaru Primary School	KCB Kehancha	1341341666	1,128,975	5,799.00
Nyabasi West Chiefs office	KCB Kehancha	1294964917	-	61,398.00
Nyabikongori Primary school	KCB Kehancha	1286205727	-	7,391.00
Nyabikongori Secondary School	KCB Kehancha	1116619237	137,499	-
Nyaitara Assistant Chiefs office	KCB Kehancha	1293145467	-	157.00
Nyaitara Primary school	KCB Kehancha	1293029882	-	1,005.00
Nyakehemo Primary School	KCB Kehancha	1341221075	1,130,000	4,399.00
Nyamagenga Primary School	KCB Kehancha	1112913750	107,392	3,675.00
Nyamagenga Secondary School	KCB Kehancha	1137568054	752,585	363.00
Nyamagongwi Primary school	KCB Kehancha	1316926443	-	3,513.00

*National Government Constituencies Development Fund (NGCDF)*

*Kuria East Constituency*

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

Nyamagongwi Secondary School	KCB Kehancha	1335937161	630,410	2,000.00
Nyamanche Primary School	KCB Kehancha	1134443978	339,654	1,121.00
Nyamaranya Primary School	KCB Kehancha	1334986130	50,759	-
Nyamotambe Primary School	KCB Kehancha	1335161724	519,399	3,295.00
Nyamtiro Boarding Pri	KCB Kehancha	1300454857	55	55.00
Nyakongo Primary school	KCB Kehancha	1294667904	-	141,536.00
Nyansita Primary School	KCB Kehancha	1294852329	376,002	497,543.00
Nyaroha Girls	KCB Kehancha	1121827071	24,691	-
Nyaroha Primary School	KCB Kehancha	1156894204	991,051	62,373.00
Remanayanki Primary School	KCB Kehancha	1133407161	507,172	7,412.00
Sagati Chiefs office	KCB Kehancha	1133407161	-	25,054.00
Sakuri Chiefs	KCB Kehancha	1336128445	3,883	-
Sakuri Girls secondary school	KCB Kehancha	1113051051	-	16,327.00
Sakuri Primary School	KCB Kehancha	1178266028	128,773	20,834.00
Sanchawa Primary school	KCB Kehancha	1286879469	-	26,139.00
Seronga Primary school	KCB Kehancha	1288648995	-	354,610.00
Siabai Primary School	KCB Kehancha	1150744367	2,787,904	2,969.00
Siabai Secondary school	KCB Kehancha	1294306480	-	1,600.00
Simbori Primary school	KCB Kehancha	1134161905	-	8,904.00
St. Joseph Ntimaru Secondary	KCB Kehancha	1113051051	-	24,173.00
St. Teresa Kohero Primary	KCB Kehancha	1133650538	-	2,375.00
Taragai Mixed secondary	KCB Kehancha	111296555	-	9,604.00
Taragai Primary school	KCB Kehancha	1286879469	-	39,563.00
Tebesi Primary School	KCB Kehancha	1192677783	55,696	-
Tung'aine Prm	KCB Kehancha	1134943946	86,006	86,006.00
Wangirabose Primary School	KCB Kehancha	1113220082	176,756	6,790.00
Wangirabose Secondary School	KCB Kehancha	1117205835	469,286	277,630.00
<b>TOTAL</b>			<b>21,919,135</b>	<b>6,309,218.00</b>

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

**Annex 3: Progress On Follow Up of Auditor Recommendations**

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

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
31/december,2024	Unsupported Bursary Payments – Kshs.5,894,000 lacked supporting receipts and acknowledgement letters.	The management has provided the supporting documents	Not Resolved	31-Dec-25
31/december,2024	Unsupported PMC Bank Balances – Kshs.5,654,770 not supported by cash book, reconciliations, or bank certificates.	The management has provided the supporting documents	Not Resolved	31-Dec-25
31/december,2024	Unsupported Fuel Expenditure – Kshs.1,127,490 lacked approved orders and vehicle work tickets.	The management has provided the supporting documents	Not Resolved	31-Dec-25
31/december,2024	Unresolved Prior Year Audit Issues – Previous issues remain unaddressed.	The management is working of the issues	Not Resolved	31-Dec-25
31/december,2024	Unimplemented Projects – Kshs.93,005,157 worth of projects not started due to non-disbursement.	The projects are ongoing and some are complete	Not Resolved	31-Dec-25
31/december,2024	Delayed Approval of Project Code List – Kshs.73,848,378 approved 14 months late; Kshs.51,609,115 still pending.	The codelist has been approved	Not Resolved	31-Dec-25

National Government Constituencies Development Fund (NGCDF)  
 Kuria East 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)
31/december,2024	Failure to Prepare Bank Reconciliation Statements – Variance in deposit account balances not reconciled.	The Bank Reconciliation statements have been prepared	Not Resolved	31-Dec-25
31/december,2024	Lack of a Procurement Plan – Kshs.3,128,399 spent without a procurement plan.	The procurement plan was updated	Not Resolved	31-Dec-25

.....  


**SALOME OGWECHO MIRUKA**  
 Fund Account Manager.