

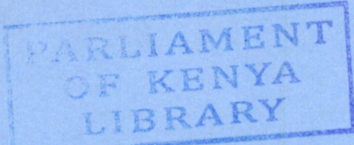
REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability



REPORT


OF

THE AUDITOR-GENERAL

ON

**NATIONAL COUNCIL FOR
CHILDREN SERVICES**

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

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE:	03 DEC 2025
	DAY: WEDNESDAY
TABLED BY:	Deputy Leader of majority Hon. Owen Bayo
CLERK-AT-THE-TABLE:	Halima Suliman



NATIONAL COUNCIL FOR CHILDREN'S SERVICES

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2025

Prepared in accordance with the Accrual Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS)

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

TABLE OF CONTENTS

TABLE OF CONTENTS.....	iii
ACRONYMS AND DEFINITION OF KEY TERMS.....	iv
1. KEY ENTITY INFORMATION AND MANAGEMENT	v
2. THE BOARD OF DIRECTORS	vii
3. KEY MANAGEMENT TEAM.....	xi
4. CHAIRMAN’S STATEMENT	xiii
5. REPORT OF THE CHIEF EXECUTIVE OFFICER.....	xv
6. STATEMENT OF KEY PERFORMANCE AGAINST PREDETERMINED OBJECTIVES.....	xvii
7. CORPORATE GOVERNANCE STATEMENT.	xxiii
8. MANAGEMENT DISCUSSION AND ANALYSIS.....	xxviii
9. ENVIRONMENTAL AND SUSTAINABILITY REPORTING	xxxii
10. REPORT OF THE DIRECTORS.....	xxxv
11. STATEMENT OF DIRECTORS’ RESPONSIBILITIES.....	xxxvi
12. REPORT OF THE INDEPENDENT AUDITOR FOR THE COUNCIL	xxxvii
13. STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 TH JUNE 2025.....	1
14. STATEMENT OF FINANCIAL POSITION AS AT 30 TH JUNE 2025	2
15. STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 TH JUNE 2025	3
16. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 TH JUNE 2025	4
17. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2025	5
18. NOTES TO THE FINANCIAL STATEMENTS.....	6
19. APPENDICES.....	20

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

**ACRONYMS AND DEFINITION OF KEY TERMS
A: ACRONYMS AND ABBREVIATIONS**

NCCS	National Council for Children Services
CEO	Chief Executive Officer
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
CCI	Charitable Children’s Institution
CAC	Area Advisory Council
ACRWC	African Charter of Experts on the Rights and Welfare of the Child.
CUC	Court Users Committee
CEB	County Education Board
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
NSSF	National social security house (NSSF)
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
SAGAs	Semi-Autonomous Government Agencies
SCAC	State Corporations Advisory Committee
SDG	Sustainable Development Goals

B: Glossary of Terms

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

Comparative Year- Means the prior period.

2. THE BOARD OF DIRECTORS

1.HON. SOPHIA ABDI NOOR-CHAIR



Date of Birth: 1966

Work Experience

Hon. Sophia, has a wide experience and has served in various capacities shown below: Was elected member of parliament -Ijara Constituency – Garissa County Kenya national assembly, 12th Parliament.

2018- to date: President of IPU, standing committee on UN affairs. –

2017- to date: Member, National Government Constituencies Development Fund (NG-CDF). -

2015-2017: Chairperson, National Government Affirmative Action Fund (NGAAF).

- **2014-2015:** Chairperson, Taskforce on Act. -
2007-2012: Nominated Member of Parliament, Kenya National Assembly.

-**2005:** Council Member, National Council for Children’s Services. - 2004: Commissioner, Kenya National Commission on Poverty Reduction.

- **2003:** Director, Coast Development Authority (CDA).

-**2003:** Member, National Steering Committee IGAD/NGO Forum.

-**1999-2003:** Board Member, National Bureau for Non-Governmental Organizations.

-**2002-2004:** Delegate, Kenya National Constitutional Conference.

-**2002-2004:** Member of the National Steering Committee-Kenya National Constitutional Conference.

-**1996-1998:** Executive Committee Member, Kenya National NGO Council.

2. NURIA GOLLO HALAKE HSC



Date of Birth: 1965

Work Experience

Madam Nuria, serves as an Executive Director Marsabit Women Advocacy and Development Organization and Network. She is a treasurer of Mionet (Marsabit Indigenous Organization Network.) Organizations working with and on children matters. Member of CUC (Court Users Committee) Representing the interest of Children and serves on the County Education Board (CEB) of Marsabit, for CSO representing children matters.

Currently, Madam Nuria is a Chair of the audit committee of the Council.

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

3. HENRY MUTWIRI RIUNGU



Date of birth:1971,

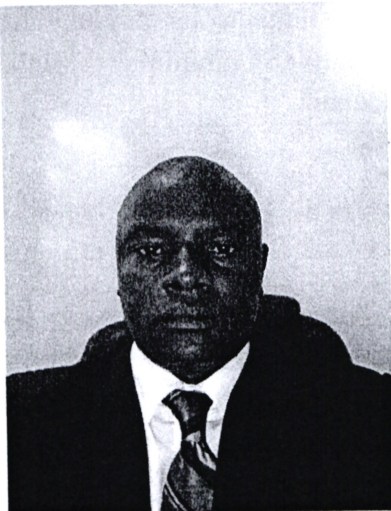
Key Qualifications:

Masters in Business Administration
Bachelor of Commerce (Business Admin)

Work Experience:

Mr. Riungu, a finance –trained Professional having studied Business Administration has driven business and organizational success by using financial and managerial knowledge and skills to influence strategic decisions and manage performance. He is able to analyze issues and events in global business environment and decide whether proposed long-term projects are financially viable. He has been involved in preparing national budget forecasts using techniques for analyzing and improving credit management and disbursements for donor-financed projects and parastatals and other Government Investments in Public Entities. He is also able to analyze competitive environment, evaluate strategic options and implement strategic plans and manage change.

**4. MR. SETH NYAMWEYA
MASESE**



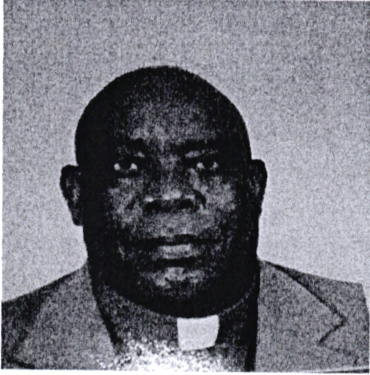


Date of birth:1973

Key Qualifications:

Bachelor of Social Laws

Work Experience:

Seth is a Lawyer with a Bachelor’s Degree in Law. He is an Advocate of the High Court of Kenya and has over eighteen years of experience in commercial law, civil society and governance work with particular strengths in vetting and negotiating International and Local Treaties and Agreements. He is experienced in negotiations skills, legal research and renders general legal advice particularly to the Government of the Republic of Kenya. Currently he is a Deputy Head - Senior Principal State Counsel, Attorney General’s Chambers and Department of Justice in the Legal Advisory and Research Division.

<p>5. BISHOP BERNARD KARIUKI</p> 	<p>Date of birth:1950 Key Qualifications: Masters of Theology Bachelor of Theology Bachelor of Law</p> <p><u>Work Experience</u> Bishop Kariuki has ministered in the ACK church for 25 years and in PISCOPOL Church for a period of 15 years. He served as a commissioner on the constitution of Kenya Review Commission (CKRC) for 5 years (GAI commission). He has been a director at Rural Electrification Authority for years. Kariuki owns a legal firm Tobiko and Njoroge Advocates, a medium law firm. Serves as a member of board of directors at The National Council for Children Services.</p>
<p>6. DICKSON ORUKO</p> 	<p>Date of Birth :14.11.1967 Key qualifications Bachelor of arts. Diploma in public Administration. Management Development for administration officer's course. Internal quality auditor's course-iso9001:2015 and 190:11:201 Finance for non-finance officers' course.</p>
<p>7. IRINE OGAMBA</p> 	<p>Date of Birth :16/2/72 Key Qualifications Madam Irene possesses LLB, LLM and several certifications and professional courses. She has undertaken a Senior Management Course, Strategic leadership course, Corporate Governance Course, Trustees accreditation Course among others. Work experience State Counsel, Corporation Secretary and head legal, Director Legal Services Council of Governors.</p>

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

8. **ABDINOOR SHEIKH**



Date of birth:1967

Key Qualifications:





Master's in Education

Bachelor of Education





Work Experience:

Mr. Mohamed is the Chief Executive Officer at the National Council for Children Services and secretary to the Board of Directors. Previously he worked as County Coordinator Children's Services in Wajir County. Mr. Mohamed also worked as a trained teacher.

3. KEY MANAGEMENT TEAM

<p>1. ABDINOOR SHEIKH</p> 	<p>CHIEF EXECUTIVE OFFICER</p> <p>Key Qualifications</p> <ul style="list-style-type: none"> • Master’s in Education • Bachelor of Education
<p>2. RICHARD MUGATA</p> 	<p>DIRECTOR, LICENCING AND REGISTRATION</p> <p>Key Qualifications</p> <ul style="list-style-type: none"> • Masters of Science in Project Management • Bachelors of Education (Science)
<p>3. LUCY GHATI</p> 	<p>DIRECTOR, PUBLIC AWARENESS PARTNERSHIPS AND CAPACITY BUILDING.</p> <p>Key Qualifications</p> <ul style="list-style-type: none"> • Master’s of Education (ECD) • Bachelors of Education (ECD)
<p>4. GILBERT BIWOTT</p> 	<p>DIRECTOR, CORPORATE SERVICES</p> <p>Key Qualifications</p> <ul style="list-style-type: none"> • Master’s of Business Administration-Strategic Management • Bachelors of Business Administration –Marketing • Strategic Leadership Development Program

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

<p style="text-align: center;">5. ALEX WAMAKOBE</p> 	<p>HEAD, DEPARTMENT OF REGISTRATION AND LICENSING</p> <p>Key Qualifications</p> <ul style="list-style-type: none"> • Master's in Counselling Psychology • Bachelor of Arts – Social Work
<p style="text-align: center;">6. KENNEDY OWINO</p> 	<p>SECTION HEAD, DEPARTMENT OF COMPLIANCE & ENFORCEMENT</p> <p>Key Qualifications</p> <ul style="list-style-type: none"> • Master's in Rural, Sociology and Community Development.
<p style="text-align: center;">7. CPA MOSES MUGA</p> 	<p>HEAD OF FINANCE.</p> <p>Key Qualification</p> <ul style="list-style-type: none"> • MSc. Commerce (Finance and Investments) • BSc. International Business Administration (Finance) • Dip in Applied Statistics • CPA(K) • Strategic Leadership Development Program
<p style="text-align: center;">8. IAN KODEKA</p> 	<p>HEAD OF SUPPLY CHAIN/PROCUREMENT</p> <p>Key Qualifications</p> <ul style="list-style-type: none"> • Bachelor's Degree in Supplies Management • Diploma in Supplies and Management.

4. CHAIRMAN'S STATEMENT



It is my distinct honour to present the Annual Report of the National Council for Children's Services (NCCS) for the Financial Year 2024/2025. This is the second report under my leadership as Chair of the Board, and I take this opportunity to acknowledge with gratitude the unwavering commitment of my fellow Board members and the Secretariat.

Their professionalism and dedication ensured that the Council remained effective and impactful in delivering on its mandate throughout the year. The milestones achieved during this period were made possible through the generous

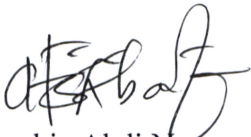
financial and technical support of our partners. Together, we successfully developed the draft Regulations of the Children Act, CAP 141, which were subsequently subjected to nationwide Public Participation—an important step toward strengthening the legislative framework for child protection.

The Council also proudly led the nation in commemorating two landmark events. On 16th June 2025, Kenya joined other African Union Member States in observing the Day of the African Child (DAC) under the theme "Planning and Budgeting for Children's Rights: Progress Since 2010." This created an opportunity for stock-taking on the progress of child-centered planning and budgeting. Later, on 20th November 2024, we guided national celebrations for World Children's Day under the theme "Investing in our future means investing in our children." These commemorations reaffirmed our shared responsibility to secure an enabling environment in which every child enjoys their rights and achieves their full potential in discharging our regulatory mandate, the Council conducted compliance checks in 184 Charitable Children's Institutions (CCIs), leading to the closure of three non-compliant institutions. In addition, 73 CCIs were registered and 2 Adoption Societies licensed, reflecting our continued oversight in safeguarding child welfare standards. At the policy level, the Council advanced the review of the National Children's Policy (2010) and steered the development of an Integrated Early Childhood Development Policy, which is set for Cabinet consideration.

Despite these achievements, the Council contended with notable challenges, particularly budgetary constraints and limited human resources. These hurdles underscore the urgent need for sustained

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

investment in child protection systems. Nonetheless, I reaffirm my commitment, together with the Board, to pursue strategic solutions and partnerships that will position the Council to operate at its optimum and to secure lasting impact for Kenya's children.



Sophia Abdi Noor,
CHAIRPERSON,
NATIONAL COUNCIL FOR CHILDREN SERVICES.

5. REPORT OF THE CHIEF EXECUTIVE OFFICER



I am honoured to present the Annual Report and Financial Statements of the National Council for Children’s Services (NCCS) for the Financial Year 2024/2025.

The progress outlined in this report reflects the strength of collaboration between the Council, our partners, and stakeholders in the children’s sector. I wish to acknowledge the invaluable guidance of the NCCS Board, whose leadership ensured that our work remained focused on the Council’s mandate and long-term priorities.

Despite operating within resource constraints, the Council made significant strides in strengthening Kenya’s child protection systems and advancing the rights and welfare of children. We spearheaded the development of seven draft regulations to support the implementation of the **Children Act, Cap. 141**, all subjected to extensive public participation and now under consideration by the Cabinet Secretary for Gender, Culture, and Children Services. We also coordinated Kenya’s **4th State Party Periodic Report** on the African Charter on the Rights and Welfare of the Child, reinforcing our commitment to international and regional obligations.

At the policy level, the Council initiated the review of the **National Children Policy (2010)** soon to be re-launched as the *Kenya Children Policy 2025* alongside revisions of the **National Standards for Best Practices in Charitable Children Institutions** and the **Child Participation Guidelines**. To advance care reform, we developed a **Training Toolkit for Transitioning the Child Care System in Kenya**, strengthening child welfare programmes nationwide.

On advocacy and protection, the Council conducted compliance checks and spot inspections in Charitable Children’s Institutions, taking decisive action on non-compliant facilities. We also led the country in commemorating flagship child-focused events including the **Day of the African Child**,

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

World Children’s Day, and Adoption Month, while leveraging media platforms to amplify awareness and advocacy for children’s rights.

While these milestones demonstrate commendable progress, challenges persist particularly underfunding and limited human resources. With only a lean workforce of four Council staff, supported by seconded officers and interns, institutional capacity remains constrained. However, recruitment is underway to address these gaps.

Looking ahead, NCCS is committed to forging innovative partnerships, leveraging resources, and expanding institutional capacity to ensure every child in Kenya is protected, empowered, and able to thrive.



Abdinoor Sheikh Mohamed,
CHIEF EXECUTIVE OFFICER,
NATIONAL COUNCIL FOR CHILDREN SERVICES.

6. STATEMENT OF KEY PERFORMANCE AGAINST PREDETERMINED OBJECTIVES FOR FY 2024/2025

National Council for Children’s Services has 6 strategic pillars/ themes/issues and objectives within the current Strategic Plan for the FY 2023/2027. These strategic pillars/ themes/ issues are as follows:

Pillar /theme/issue 1: Political instability or changes in government priorities and discrepancies in laws and regulations across borders

Pillar/theme/issue 2: Retrogressive cultural practices and evolving societal values towards family-based care.

Pillar/theme/issue 3: Rapid technological changes leading to increased costs, obsolescence and the need for improved communication efficiency.

Pillar/theme/issue 4: Incomplete board composition and potential conflicts of interest within the board.

Pillar/theme/issue 5: Impact of climate change and environmental risks and need for compliance with environmental regulations.

Pillar/theme/issue 6: Lack of fully constituted staff & internal policies and underfunding affecting operations.

National Council for Children’s Services develops its annual work plans based on the above 6 pillars/Themes/Issues. Assessment of the Board’s performance against its annual work plan is done on a quarterly basis. The *National Council for Children’s* achieved its performance targets set for the *FY 2024/2025* period for its 6 strategic pillars, as indicated in the table below:

Strategic Pillar/Theme/Issues	Objective	Key Performance Indicators	Activities	Achievements
Incomplete board composition and potential conflicts of interest within the board.	establish and regulate County Children Advisory Committees	No. of CAC Guidelines reviewed	Finalize the review Advisory Committees (CACs) Guidelines	-
Retrogressive cultural practices and evolving societal values towards family-based care	CCIs Compliance with CCIs regulations	No. of CCIs inspected (by County Children Advisory	Inspect CCIS using the County Advisory	350

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

		Committees (CACs) s)	Committee	
		No of CCIs Monitored/spot checks	Conduct monitoring and spot-checks in 120 CCIs	186
		No. of compliant CCIs certified	Issue Certificates to compliant CCIs	48
		No. of County Children Advisory Committees (CACs) \trained on CCIs regulations	Train 7 CACs on CCI Regulations	7
		National Standard for the Best practice of Charitable Children’s Institution	Finalize the review the National Standard for the Best Practice of Charitable Children’s Institutions to align with Children Act 2022	1
Lack of fully constituted staff & internal policies and underfunding affecting operations.	Enhanced Policy, Legal and administrative framework on children’s rights	No. of regions due for dissemination of the Children’s Act, 2022	Hold forums to disseminate the Children Act, Cap 141	9
		Popular version	Develop popular	1

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

	and welfare	of the Children Act 2022 developed	version of the Children Act, Cap 141	
		No. of regulations developed to guide implementation of Children Act 2022	Finalize the development of the Children Act 2022 Regulations	(0) Regulations submitted to the AG for onward Processes
		IECD policy developed	Finalize the development of an Integrated Early Childhood Development Policy	(0) Draft IECD Policy submitted to the AG for onward processes
		Developed NCCS Strategic Plan 2023-2027	Develop, Launch and disseminate the NCCS Strategic Plan	1
		Draft National Children Policy prepared and submitted to cabinet for approval	Prepare and submit the National Children Policy 2010	1
		Reviewed Child Participation Guidelines	Review Child Participation guidelines	Draft Guidelines in place
Lack of fully	Enhanced	No. of officers	Recruit NCCS	(0)

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

constituted staff & internal policies and underfunding affecting operations.	organizational capacity for the NCCS	hired	Officers	Awaiting Approvals from the National Treasury
Incomplete board composition and potential conflicts of interest within the board.	NCCS programmes and activities coordinated	No. of Board Meeting held	Hold Board meetings	18
		No. bi-annual stakeholders' forum held	Hold Bi-annual stakeholders' Forum	2
		Productivity mains	Productivity mainstreaming	4 quarterly reports available
		Risk Management Framework developed	Develop Risk management Framework	1
		NCCS Induction Manual developed	Develop an NCCS Induction Manual	1
		NCCS Training Manual developed	Develop NCCS Training Manual	
Compliance with regional and international Obligation		Day of the African Child observed	Celebrate the Day of the African Child	1
		Universal Children's Day observed	Celebrate the Universal Children's Day	1
		No. dissemination forums on the Concluding	Hold dissemination forums on the concluding	12

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

		Observations on 2 nd and 3 rd state Party Report from African Committee of experts held	observations on the 2nd and 3rd State Party Report from the African Committee of experts	
Retrogressive cultural practices and evolving societal values towards family-based care	Improved awareness on the children rights and welfare	No. of IEC Materials developed, published and disseminated	Develop IEC materials on Child rights issues	1000
		No. of sensitization forums held	Hold sensitization meetings to Sensitize stakeholders on the IEC materials develop	2
Retrogressive cultural practices and evolving societal values towards family-based care	Adoption Services Regulated	No. of Counties CCI sensitized on Adoption	Sensitize CCI on Adoption in 4 Counties	4
		Frequently asked questions on Adoption uploaded and reviewed	Review and Upload Frequently Asked Questions on Adoption on NCCS Website	1
		Register of Adoption Society maintained and updated	Maintain and update a register of Adoption	1

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

			Society	
		No. of Adoption Society	Conduct monitoring of 3 adoption societies	3
		Adoption month celebrated	Hold celebration for the Adoption month	1
		Procedure for declaring child free for Adoption	Develop a procedure for declaring a child free for adoption	-
		% of certificates issued to compliant Adoption Societies	Registration and Renewal of licences of Adoption Societies	100

7. CORPORATE GOVERNANCE STATEMENT.

The Council has mandate to exercise regulatory function.

The Council is responsible to exercise regulatory over the state and non-state actors in the children sector, ensuring compliance with international, regional and national obligations, statutes, laws and policies on children, coordinating actors and provision of services in the children's sector and Coordinating actors and provision of services in the children's sector.

The CEO is the head of the secretariat is responsible for day-to-day operations of the council

The council, nonetheless, retains the responsibility for establishing and ensuring overall policy direction, internal controls, operational and compliance issues as well as implementing the strategies for the success of the service.

To ensure effective succession plan the Council communicates to the respective ministries and state departments of the alternate Board of Directors, for the required replacement to be done on time

1. Council Business

During the year under review, the Council's membership was as summarized below:

NCCS Board Members

Title	Director Name	Position	Gazette Notice	Date Appointed	Expiry Date	Status
Mrs.	SOPHIA ABDI NOOR	Chairperson	NO.14713	2023-11-01	2026-11-01	Active
Mr.	SETH NYAMWEYA MASESE	Alternate Member	Alternative Member AG	2022-02-04	2025-02-04	Active
Bishop	BERNARD PIUS NJOROGE KARIUKI	Independent Member	No. 68, 14th January 2022	2022-01-14	2025-01-14	Exited
Mrs.	NURIA GOLLO HALAKE	Independent Member	No. 68, 14th January 2022	2022-01-14	2025-01-14	Exited
Mr.	DICKSON ORUKO MACAGER	Alternate Member	Alternative Member SC	2022-08-29	2025-08-29	Active
Mr.	HENRY MUTWIRI RIUNGU	Alternate Member	Alternative Member TNT	2022-11-24	2025-11-24	Active
Mr.	ABDINOOR MOHAMED	CEO		2023-07-13	2028-07-12	Active
Ms.	IRINE OGAMBA	Alternate Member	Alternative Member COG	2022-12-21	2025-12-19	Active
Mr.	SHEM NYAKUTU	Alternate Member	Alternative Member DCS	2022-08-29	2025-08-29	Active

The board code of ethics and conduct were in place and all the council members were inducted and trained on governance matters

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

The board members were paid sitting allowances for full council and committee meetings attended as well as daily subsistence allowances for activities attended including board retreats and familiarization visits to charitable children's institutions. The chair was further paid monthly honorarium and airtime as per the guidelines on terms and conditions of service for chairpersons, Directors and CEOs for state corporations.

During the period under review, the council members meetings including for its self- evaluation. There was no conflict of interest registered during the meetings.

Title	Director Name	Position	Att. Rate (%)
Mr.	SETH NYAMWEYA MASESE	Alternate Member	97.57
Mr.	DICKSON ORUKO MACAGER	Alternate Member	98.8
Mr.	HENRY MUTWIRI RIUNGU	Alternate Member	98.83
Ms.	IRINE OGAMBA	Alternate Member	96.67
Mr.	SHEM NYAKUTU	Alternate Member	97
Mrs.	SOPHIA ABDI NOOR	Chairperson	98

The Board of Directors appointed members to committees based on their professional competencies, skills and in line with statutory requirements.

During the period under review, the NCCS Council's members were as summarized below;

i. Full Council Members

S/No.	Name	Organization	Telephone	Email address
1	Hon. Sophia Abdi Noor (Chairperson)	NCCS	0721593716	Sophia.abdi@gmail.com
2	Bishop Bernard Kariuki	Faith Based Org. (FBO)	0722754425	bpnjoroge@gmail.com
3	Seth Masese	Office of the Attorney General	0721910995	nyamweyaseth@gmail.com
4	Nuria Golo Halakhe	MWANDO (FBO)	0725401221	nuriagollo@yahoo.com
5	Henry Mutwiri	National Treasury	0720091044	mutwirihr@gmail.com
6	Shem Nyakutu	Secretary Children's Services	0705108459	Shemnyakutu12@gmail.com
7	Irine Ogamba	C.o.G Representative	0722400585	Irene.ogamba@cog.go.ke
8	Dickson Oruko	PS Representative	0722616623	Oruko77@gmail.com
9	Abdinoor Mohamed	Secretary-Co-opted	0720938187	abdinoor.sheikh57@gmail.com

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

The board charter and the board code of ethics and conduct were in place and all new Directors of the Board were inducted and trained on governance matters.

The Board Members were paid sitting allowances for all full Council and council committee meetings attended as well as daily subsistence allowance for activities attended including board retreats and familiarization visits to the field (Spot Checks and Monitoring of Area Advisory Councils and Charitable Children Institutions).

2. Committees of the Council

The Council has the following three (3) committees, which meet regularly under the terms of reference set by the Council. The committees are expected to operate transparently, ensure full disclosure to the board and confine themselves within the rules and procedures set out by the board. Matters deliberated by the committees are presented to the board by the respective chairmen during the Full board meetings. The committees are:

- i. Audit and risk,
- ii. Finance and Administration and
- iii. Strategy and Implementation Committees.

The responsibility and members of the committees are summarized below;

i. Audit Committee.

The committee assists the board to monitor, evaluate, make decisions and propose to the board with respect to all auditing, risk management and internal control functions relating to the council.

The main responsibilities of the council are;

- a) Evaluate the adequacy of the control environment to provide reasonable assurance that the systems of internal control are of a high standard and functioning as intended
- b) Performing an independent review of the financial statements to ensure the integrity and transparency of the financial reporting process.
- c) Monitoring the effectiveness of the Council's performance information and compliance with the performance management framework and performance reporting requirements,
- d) Review the effectiveness of how the Council monitors compliance with relevant legislative and regulatory requirements and promotes a culture committed to lawful and ethical behaviour
- e) Ensure that external audit recommendations are fully addressed, that the quality of internal audit is of an appropriate standard and that line management has full regard to internal audit recommendations
- f) Advise the Council on financial reporting

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

The Members of the committee are as follow;

S/No.	Name	Organization	Telephone	Email address
1	Nuria Golo Halakhe (Chairperson)	MWANDO (FBO)	0725401221	nuriagollo@yahoo.com
2	Henry Mutwiri	National Treasury	0720091044	mutwirihr@gmail.com
3	Seth Masese	OAG	0721910995	nyamweyaseth@gmail.com
4	Dickson Oruko	PS Representative	0722616623	Oruko77@gmail.com
5	Irine Ogamba	CoG Representative	0722400585	Irene.ogamba@cog.go.ke
6	Abdirashid Bashey	Secretary- Co-Opted	0722331538	Adirashidbas@gmail.com

ii. Finance and Administration Committee.

The finance and administration committee assist the board in fulfilling its oversight on management of funds, allocations of funds, preparation and reviewing of budget and financial reporting.

The main responsibilities of the committee are;

- Establish financial management system through the development of appropriate guidelines;
- Determine the criteria for disbursement of funds and resources to needy and deserving cases,
- Conduct training and other capacity building activities to strengthen management and organizational development for the Council and its partners.
- Ensure proper utilization of the resources in adherence to the financial regulations.
- Facilitate timely development and implementation of the Council's strategic plan and
- Observe proper assets management and disposals mechanisms.

The Members of the committee are as follow;

S/No.	Name	Organization	Telephone	Email address
1	Henry Mutwiri (Chair Person)	National Treasury	0720091044	mutwirihr@gmail.com
2	Bishop Bernard Kariuki	Faith Based Org. (FBO)	0722754425	bpnjoroge@gmail.com
3	Shem Nyakutu	Secretary Children's Services	0705108459	Shemnyakutu12@gmail.com
4	Abdinoor S. Mohamed	Secretary-Co-opted	0720938187	Abdinoor.sheikh57@gmail.com

Note:

The CEO is the secretary of the board and board committees

iii. Strategy and Implementation Committee.

The Strategy and Implementation committee main objective is to assist the board in establishing, coordinate and operationalize mechanisms on service delivery to children matters.

The main responsibilities of the committee are;

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

- a) Identify, design and implement resource mobilization initiatives directed at various internal and external stakeholders.
- b) Advocate child rights welfare i.e., Develop advocacy, media participation and partnership strategies towards safeguarding children's welfare and rights.
- c) To Develop and review legislation, policies and programmes for care and protection of children,
- d) To enhance research, monitoring and evaluation on children's issues i.e., Collaborate with research institutions on children welfare matters and disseminate the findings to relevant stakeholder

The Members of the committee are as follow;

S/No.	Name	Organization	Telephone	Email address
1	Bishop Bernard Kariuki (Chairperson)	Faith Based Org. (FBO)	0722754425	bpnjoroge@gmail.com
2	Seth Masese	Office of the Attorney General	0721910995	nyamweyaseth@gmail.com
3	Nuria Golo Halakhe	MWANDO (FBO)	0725401221	nuriagollo@yahoo.com
4	Shem Nyakutu	Secretary Children's Services	0705108459	<u>Shemnyakutu12@gmail.com</u>
5	Irine Ogamba	CoG Representative	0722400585	<u>Irene.ogamba@cog.go.ke</u>
6	Dickson Oruko	PS Representative	0722616623	<u>Oruko77@gmail.com</u>
7	Abdinoor Mohamed	Secretary-Co-opted	0720938187	Abdinoor.sheikh57@gmail.com

8. MANAGEMENT DISCUSSION AND ANALYSIS

Performance Review of the Council

In the year under review, the operational and financial performance of the Council was good, reflecting its commitment to delivering on its mandate under the Children Act, CAP 141 of the laws of Kenya. Below are key achievements and initiatives undertaken during the year:

1. Fourth Medium Term Plan (2023–2027)

The Fourth Medium Term Plan (MTP IV), themed “*Accelerating Socio-Economic Transformation for Gender, Youth, and Vulnerable Groups for a More Competitive, Inclusive, and Resilient Economy,*” outlines the Council’s contribution to achieving its targets through implementing programs and projects aligned with government BETA initiatives.

2. The Children Act, Cap 141

The Council played a pivotal role in coordinating the implementation of the **Children Act Cap 141** by regulating and overseeing child welfare matters across the country. It also provided advisory services to the government on children’s rights and welfare.

3. The National Children Policy 2010

Serving as a strategic framework, the National Children Policy guides state and non-state actors in meeting global and national commitments. Its implementation under the **Children Act, Cap 141** aims to ensure all Kenyan children realize their rights.

4. National Care Reform Strategy for Children in Kenya (2022–2032)

The Council oversees the implementation of care reform strategies, ensuring progress through robust monitoring and evaluation mechanisms. It facilitates coordination among stakeholders to guarantee that children live safely and sustainably within family and community-based care systems.

5. Achievements in Advocacy and Regulation

During the review period, the Council made significant strides in advocacy, policy development, and regulatory activities:

- **Inventory and Regulation of Charitable Children’s Institutions (CCIs):**
 - Registered 726 CCIs (including 262 renewals).
 - Deregistered two CCIs.
- **Advocacy Initiatives:**
 - Published press statements on emerging child rights issues.
 - Conducted vernacular radio programs on children’s welfare.
 - Operationalized the **Kenya Children Assemblies (KCA)** at national and county levels, conducting 48 assemblies annually.
 - Marked international days such as the *Day of the African Child on June 16th 2025* and *World Children’s Day on 20th November 2024*.

6. Capacity Building and Support to Children Advisory Committees (CACs)

The Council established CACs in 47 counties and 179 sub-counties, training them on their mandates. Financial support to CACs was increased from Kshs 10,000.00 per quarter in 2023 to Ksh 20,000.00, accompanied by regular capacity-building programs.

7. Monitoring and Evaluation (M&E)

The Council developed M&E tools for CCIs and CACs, sharing quarterly findings and recommendations with stakeholders.

8. Legislative and Policy Frameworks

Key policies and action plans developed include:

- **National Plan of Action for Children in Kenya.**
- **Sessional Paper on National Children Policy.**
- **Action Plan Against Sexual Exploitation of Children in Kenya.**
- **Early Childhood Development Action Plan.**
- Automation and capacity-building policies for the Council.
- Workplace policies on HIV/AIDS, Gender-Based Violence, and Corruption Prevention.
- **Code of Conduct and Ethics for NCCS.**
- Framework for the National Child Protection System.

The Council also consolidated and submitted reports to the **UNCRC** and **African Committee of Experts on the Rights and Welfare of the Child (ACERWC)**.

9. Research and Analysis

The Council conducted critical studies, including:

- A situation analysis of children, youth, and women in Kenya.
- Research on children living with albinism.
- Studies on children accompanying mothers to prison.
- Early Childhood Development studies.

10. ICT Development

- Established a Local Area Network (LAN) and revamped the Council's website (nccs.go.ke).
- Developed a National Directory for Children's Service Providers.
- Procured ICT equipment and trained staff in ICT skills.

11. Capacity Building and International Engagement

The Council undertook various capacity-building initiatives:

- Trained Secretariat staff on disaster management and customer care.
- Participated in international forums, such as the **Children Summit in Rwanda**, and conducted countrywide training for CAC members and police officers.

Conclusion

The Council demonstrated resilience and dedication in promoting children's rights and welfare during the year under review. It continues to be a cornerstone in ensuring the protection, development, and well-being of children across Kenya.

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

The National Council for Children's Services (NCCS) plays a vital role in coordinating and overseeing children's welfare initiatives. However, like any organization engaged in sensitive and multifaceted work, it faces several risks in its day-to-day operations. Below is an outline of potential major risks:

1. Governance and Operational Risks

- **Inadequate Funding:** Limited or inconsistent funding can hinder program implementation, affect staffing levels, and compromise service delivery.
- **Policy Gaps:** Delays in updating or formulating child-focused policies may result in outdated or inadequate responses to emerging challenges.

2. Legal and Compliance Risks

- **Non-compliance with Regulations:** Failure to adhere to national or international laws and treaties protecting children's rights could lead to legal challenges or loss of credibility.

3. Human Resource Risks

- **Capacity Constraints:** Insufficiently trained or understaffed personnel can lead to poor quality of service delivery.
- **High Turnover Rates:** Loss of experienced staff may disrupt ongoing programs and reduce institutional memory.
- **Burnout:** Staff working in emotionally taxing environments may experience burnout, impacting productivity and decision-making.

4. Programmatic Risks

- **Program Delays:** Bureaucratic inefficiencies or logistical challenges can slow down project rollouts and affect timelines.

5. Financial Risks

- **Donor Dependency:** Over-reliance on external funding can threaten program sustainability if donor priorities shift.

6. External Risks

- **Political Instability:** Changes in political leadership or policies may disrupt programs and affect funding allocations.
- **Economic Challenges:** Broader economic downturns may reduce budgetary support or increase demand for services.
- **Natural Disasters:** Events like floods, droughts, or pandemics may overwhelm the council's capacity to respond to emergencies affecting children.

7. Reputational Risks

- **Unmet Expectations:** Failure to deliver on commitments may erode stakeholder confidence and public trust.

8. Technological Risks

- **Cybersecurity Threats:** Vulnerabilities in IT systems could lead to data breaches, especially given the sensitivity of child welfare data.
- **Lack of Technological Resources:** Limited access to modern technology and data systems may reduce efficiency and accuracy in decision-making.

Mitigation Strategies:

1. Strengthen governance frameworks and policies.
2. Secure diverse funding sources for financial stability.
3. Build capacity through regular training and recruitment.

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

4. Develop and implement risk management plans.
5. Foster partnerships with stakeholders for coordinated action.
6. Invest in robust IT systems to enhance efficiency and security.
7. Engage communities to foster trust and ownership of programs.

Effective risk management is essential for ensuring that NCCS achieves its mandate to protect and promote the welfare of children comprehensively and sustainably.

9. ENVIRONMENTAL AND SUSTAINABILITY REPORTING

The general operations and financial performance of NCCS have been fair/good. Some of the key sustainability and environmental reporting are;

i. United Nations 2030 Agenda for Sustainable Development

The National Council for Children's Services (NCCS) plays a critical role in implementation of Sustainable Development Goals (SDGs) that were adopted at the UN Sustainable Development Summit in September 2015 in New York. The NCCS has mainstreamed SDGs into its MTP IV Sector Plans, Strategic Plan 2023-2072, Performance Contracts and Work Plans and to Monitor and Evaluate their implementation through preparation of periodic reports.

Since the adoption of the SDGs, Kenya has made progress in the localization and implementation of the SDGs. However, COVID-19 pandemic reversed most of the gains already made in the implementation of SDGs. Without drastic prioritized interventions, the country is unlikely to meet the SDGs by 2030.

This is based on the premise that despite the challenges and the difficult environment faced, Kenya has a potential to achieve the SDGs if innovative strategies and solutions are designed, adopted and implemented. This strategy therefore will focus on the actions that will help us reverse negative trends in some goals and those that will take us forward more quickly across a broad range of interlinked goals while at the same time protecting the gains already made.

NCCS is committed to the achievement of the SDGs and will focus on the following goals are eliminating all harmful practices, such as child, early and forced marriage and female genital mutilation, take immediate and effective measures to eradicate forced labour, end modern slavery and human trafficking and secure the prohibition and elimination of the worst forms of child labour, including recruitment and use of child soldiers, and by 2025 end child labour in all its forms significantly reduce all forms of violence and related death rates everywhere; End abuse, exploitation, trafficking and all forms of violence against and torture of children; Promote the rule of law at the national and international levels and ensure equal access to justice for all; Develop effective, accountable and transparent institutions at all levels; Ensure responsive, inclusive, participatory and representative decision making at all levels; Promote and enforce comprehensive laws and policies for sustainable Development

ii. African Union Agenda 2063

The Strategic Plan is aligned to the Africa's Agenda 2063 whose overarching purpose is to build an integrated, prosperous and peaceful Africa, driven and managed by its own citizens and representing a dynamic force in the international arena. The Strategic Plan will coordinate various activities geared towards the achievement of the AU Agenda 2063. These activities will include programmes and policies that enhance: conservation and the use of transboundary resources for sustainable development; regional Peace, security and legislation; creation of functional Continental and Regional Financial and monetary institutions; promotion of Good Governance, Democracy, respect for Human Rights, Justice and Rule of Law.

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

Agenda 2063 is Africa's blueprint and master plan for transforming Africa into the global powerhouse of the future. It is the continent's strategic framework that aims to deliver on its goal for inclusive and sustainable development and is a concrete manifestation of the pan-African drive for unity, self-determination, freedom, progress and collective prosperity pursued under Pan-Africanism and African Renaissance. The genesis of Agenda 2063 was the realization by African leaders that there was a need to refocus and reprioritize Africa's agenda from the struggle against apartheid and the attainment of political independence for the continent which had been the focus of The Organization of African Unity (OAU), the precursor of the African Union; and instead to prioritize inclusive social and economic development, continental and regional integration, democratic governance and peace and security amongst other issues aimed at repositioning Africa to becoming a dominant player in the global arena.

Agenda 2063 builds on, and seeks to accelerate the implementation of past and existing continental initiatives for growth and sustainable development. Agenda 2063 identifies seven aspirations that were derived through a consultative process with the African Citizenry. It is implemented through ten-year successive Implementation Plans with the first covering 2013- 2023. The NCCS directly contributes towards implementation of Aspiration 1: A Prosperous Africa, based on inclusive growth and sustainable development through addressing priority areas on incomes and Inequality social security and protection including Persons with Disabilities; and education and STI skills driven revolution. It will also contribute towards Aspiration 6: An Africa whose development is people driven, relying on the potential offered by African People, especially its Women and Youth, and caring for Children.

iii. The Constitution of Kenya

The Council plays a key role in the realization of key provisions in the Constitution. (Article 53 on the rights of children, Article 54 on the rights of persons with disability). The Council plays a role in implementing the Constitution mainly through ensuring progress towards the achievement of the Chapter 4-part 3 Article 53 on The Bill of Rights, focusing on children.

Every child with disability and special needs, is entitled to be treated with dignity and respect and to be addressed and referred to in a manner that is not demeaning; have access to educational institutions and facilities for persons with disabilities; reasonable access to all places, public transport and information; use Sign language, Braille or other appropriate means of communication; and access materials and devices to overcome constraints arising from the child's disability.

iv. Kenya Vision 2030

The pillars of the Vision 2030 advocate for protection of the rights and welfare of the child. Indeed, the Vision recognizes a just and equitable society as a key development goal. The Council will contribute to the national development agenda through coordination of projects, programmes and overseeing implementation of activities on child Rights and Welfare.

v. Bottom-Up Economic Transformation Agenda

The Bottom-Up Economic Transformation Agenda (BETA) is the Government's Plan geared towards economic turn-around and inclusive growth through a value chain approach. BETA ensures rational resource allocation by eliminating wastage of resources occasioned by duplication, fragmentation and

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

ineffective coordination in implementation of programmes and projects. It identifies policy priorities expected to result in the greatest impact on the economy and welfare of households. This is to be achieved through targeted investments in five core pillars: Agriculture; Micro, Small and Medium Enterprises (MSME) Economy; Housing and Settlement; Healthcare; Digital Superhighway and Creative Economy.

The Strategic Plan as guided by the Bottom-Up Economic Transformation Agenda is committed to implementing programmes targeted at children. Appreciating the role of human resources in development and considering returns of investment on children, the Council will play a key role in coordinative child welfare programmes that are key in development of a child. Children and young people comprise of over sixty percent of the national population, and form the largest and most vulnerable segment of the society that should be prioritised in planning and adequate provisions for their care and welfare.

vi. Climate Change

Children are more vulnerable to effects of climate change than adults. According to WHO approximately 88% of existing global diseases caused by climate change affect children under 5 years of age, they bear the greatest burden of climate change.

Children rights are also undermined in the face of climate change. Children have absolute right to live in a decent environment, access to good health, nutritious food and living in safety.

Key impact of climate change that effects the enjoyment of children rights include;

1. Extreme weather events and Natural disasters
2. Water scarcity and food insecurity
3. Air pollution
4. Vector borne and infectious diseases
5. Impact on mental health

NCCS will include public health interventions including awareness creation fora to educate people about the risk's climate change poses to children and how to protect them from its effects. The council will also join the public in tree planting call to address the effects of climate change

10. REPORT OF THE DIRECTORS.

The Directors submit their report together with the audited financial statements for the year ended June 30, 2025 which show the state of the NCCS affairs.

i) Principal activities

To ensure that NCCS operations are run effectively and efficiently and to fulfil its strategic objectives, mandate and realize customer satisfaction, the Council is organized into three (3) Technical Departments as follows: -

The Departments are: -

- (i) Standards and Compliance;
- (ii) Advocacy, Public Education and Awareness;
- (iii) Strategy, Planning and Resource Mobilization.

ii) Results

The results of the Council for the year ended June 30, 2025 are set out on page 1-20.

iii) Directors

The members of the Board of Directors who served during the year are shown on page vii and x.

iv) Surplus remission

In accordance with Regulation 219 (2) of the Public Financial Management (National Government) Regulations, regulatory entities shall remit into Consolidated Fund, ninety per centum of its surplus funds reported in the audited financial statements after the end of each financial year. However, the council did not make any surplus during the Financial Year 2024/2025 and hence no remittance to consolidated Fund.

v) Auditors

The Office of Auditor General is responsible for the statutory audit of National Council for Children Services in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015. Certified Public Auditors were nominated by the Auditor General to carry out the audit of National Council for Children Services for the year/period ended June 30, 2025 in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor general to appoint an auditor (s) to audit his behalf.

By Order of the Board;



Name
Board Secretary/Secretary to the Board.


Signature


Date

**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**

11. STATEMENT OF DIRECTORS' RESPONSIBILITIES.

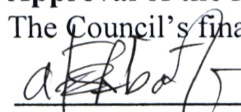
Section 81 of the Public Finance Management Act, 2012 and Section 30(1) of the Children Act 2022 require the Directors to prepare financial statements in respect of that the council, which give a true and fair view of the state of affairs of the council at the end of the financial year/period and the operating results of the council for that year/period. The Directors are also required to ensure that the council keeps proper accounting records which disclose with reasonable accuracy the financial position of the council. The Directors are also responsible for safeguarding the assets of the Council. The Directors are responsible for the preparation and presentation of the council's financial statements, which give a true and fair view of the state of affairs of the council for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes; maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; safeguarding the assets of the council; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The Directors accept responsibility for the council financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and (the State Corporations Act) – Section 30(1) of the Children Act 2001. The Directors are of the opinion that the Council's financial statements give a true and fair view of the state of Council's transactions during the financial year ended June 30, 2025, and of the Council's financial position as at that date. The Directors further confirm the completeness of the accounting records maintained for the Council's, which have been relied upon in the preparation of the Council's financial statements as well as the adequacy of the systems of internal financial control.

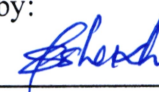
Nothing has come to the attention of the Directors to indicate that the Council's will not remain a going concern for at least the next twelve months from the date of this statement

Approval of the financial statements.

The Council's financial statements were approved on behalf of the Board by:



Chairman of The Board
June 30th, 2025



Chief Executive Officer
June 30th, 2025

REPUBLIC OF KENYA

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P.O Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL COUNCIL FOR CHILDREN SERVICES FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

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

An Unmodified Opinion is issued when the Auditor-General concludes that 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 aim to address the Auditor-General's statutory roles and responsibilities 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

Opinion

I have audited the accompanying financial statements of National Council for Children Services set out on pages 1 to 20, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in

Report of the Auditor-General on National Council for Children Services for the year ended 30 June, 2025

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Council for Children Services 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) and comply with the Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Council for Children Services 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 opinion.

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. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Audit Matters

In the prior years' audit reports, several audit issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance, respectively. Review of the status during audit of 2024/2025 revealed matters detailed in **Appendix 1** which remained unresolved.

Other Information

The Directors are responsible for the Other Information set out on page v to xxxvi which comprise of Key Entity Information and Management, The Board of Directors, Key Management Team, Chairman's Statement, Report of the Chief Executive Officer, Statement of Key Performance against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Directors and Statement of Directors'

Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Council'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 thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that nothing 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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the 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

Late Remittance of Statutory Deductions

The statement of financial performance and as disclosed in Note 10 to the financial statement reflects employee cost of Kshs.17,609,043 which includes statutory deductions of Kshs.1,614,191 which were not remitted within the statutory dates resulting to

accumulated penalties and interest on PAYE and housing levy of Kshs.371,476 and Kshs.5,074 respectively contrary to section 37A of the Income Tax Act(Cap 470) Revised edition 2021 which states that where a corporate body which is required to make a deduction under section 35, 36 or 37 fails to remit the deducted amount as required or directed by the Commissioner, every director and every officer of the corporate body concerned with the management thereof, shall be guilty of an offence,

Further, this was contrary to Section 7 of the Affordable Housing Act, 2024 which states that where an amount of the Levy remains unpaid after the date when it becomes due and payable by a person liable to remit the amount, a penalty equal to three per centum of the unpaid amount shall be due and payable for each month or part thereof that the amount remains unpaid and shall be summarily recovered as a civil debt for the person liable to remit the amount.

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

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

Responsibilities of the Management and Board of Directors

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 Council'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.

The Board of Directors is responsible for overseeing the Council's financial reporting process, reviewing the effectiveness of how Management monitors compliance with

relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.


Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

21 November, 2025

Appendix 1

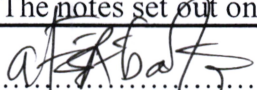
No	Financial Year	Audit Issues
1	2023/2024	Unsupported Fuel and Oil Expenditure
2	2023/2024	Inaccurate Depreciation and Amortization balance
3	2023/2024	Variance Between Financial Statement Amounts and Recomputed Amounts in the Statement of Comparison of Budget and Actual Amounts
4	2023/2024	Variance Between Statement of Performance Amount and Statement of Comparison of Budget and Actual Amounts
5	2023/2024	Budgetary Control and Performance
6	2023/2024	Lack of Key Information Technology Policies and Procedure Manuals
7	2022/2023	Unauthorized general expenditures
8	2022/2023	Irregular board expenses
9	2022/2023	Failure to revalue property, plant and equipments
10	2021/2022	Inaccuracies in the financial statements
11	2021/2022	Unsupported plant and equipments balances
12	2021/2022	Unsupported trade and other payables
13	2021/2022	Budgetary control and performance
14	2021/2022	Non revalued plant, property and equipment
15	2021/2022	Imbalanced budget

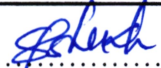
National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025


14. STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2025

	Notes	2024-2025	2023-2024
Assets		Kshs.	Kshs.
Current Assets			
Cash and cash equivalents	15	1,171,066	103,171,307
Prepayment	16	327,965	581,978
Total Current Assets		1,499,031	103,753,285
Non-Current Assets			
Property, plant and equipment	17	15,222,350	9,373,193
Total assets		16,721,381	113,126,478
Liabilities			
Current liabilities			
Trade and other payables	18	0	7,628,992
Total liabilities		0	7,628,992
Net assets		16,721,381	105,497,486
Represented by:			
Capital Fund		36,753,691	20,176,109
Accumulated Surplus/Deficit		-20,032,310	85,321,377
Net Assets		16,721,381	105,497,486

The notes set out on pages 6 to 19 form an integral part of these Financial Statements:


.....
CHAIRPERSON
Sophia Abdi Noor
Date: 30th June 2025


.....
C.E.O
Abdinoor Sheikh
Date: 30th June 2025

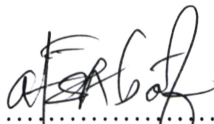

.....
HEAD FINANCE:
Moses O. Muga
ICPAK Member No. 14266
Date: 30th June 2025


**National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025**


15. STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30TH JUNE 2025

Particulars	Capital Funds (Kshs.)	Retained Earnings (Kshs.)	Revaluation Reserve (Kshs.)	Accumulated Surplus (Kshs.)
Balance as at 30th June 2023	36,753,691	48,567,686	-	85,321,377
Balance as at 1 st July 2023	36,753,691	48,567,686	-	85,321,377
Total comprehensive income for the year	0	20,176,109	-	20,176,109
Balance as at 30th June 2024	36,753,691	68,743,795		105,497,486
Balance as at 1st July 2024	36,753,691	68,743,795	-	105,497,486
Adjustments for the year:				0
Surplus/(Deficit) for the year		-88,776,105		-88,776,105
Reallocation of cash at bank for programmes				0
Other comprehensive income / (loss)				0
Total comprehensive income for the year				0
Balance as at 30th June 2025	36,753,691	-20,032,310		16,721,381

The notes set out on pages 6 to 19 form an integral part of these Financial Statements:


.....
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Date: 30th June 2025


.....
C.E.O
Abdinoor Sheikh
Date: 30th June 2025

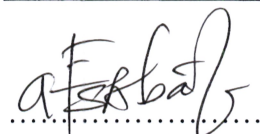

.....
HEAD FINANCE:
Moses O. Muga
ICPAK Member No. 14266
Date: 30th June 2025

National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025

16. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2025

	Notes	2024-2025	2023-2024
RECEIPTS		Kshs.	Kshs.
Transfers from other governments entities	6	90,000,000	113,499,997
Grants from Non-Governmental Organization	7	2,008,581	1,312,000
Other Receipts (Registration Fees)	8	3,046,689	50,000
Total receipts		95,055,270	114,861,997
PAYMENTS			
Use of goods and services	9	51,336,733	27,653,502
Employee costs	10	21,125,843	7,929,152
Board Expenses	11	3,983,727	9,550,573
Repairs and maintenance	13	369,100	468,625
Programs	14	112,759,608	43,370,500
Total Payments		189,575,011	88,972,352
Increase in payables			
Net cash flow from operating activities		-94,519,741	25,889,645
Cash flow from Investing Activities			
Acquisition of Assets		7,480,500	1,526,500
Net cash flows from Investing Activities		(7,480,500)	-1,526,500
Net increase in Cash and Cash Equivalent		-102,000,241	24,363,145
Cash and cash equivalent at beginning of the period	21	103,171,307	78,808,162
Cash and cash equivalent at end of the year		1,171,066	103,171,307

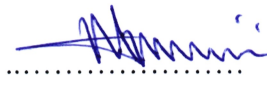
The notes set out on pages 6 to 19 form an integral part of these Financial Statements:



CHAIRPERSON
Sophia Abdi Noor
Date: 30th June 2025



C.E.O
Abdinoor Sheikh
Date: 30th June 2025



HEAD FINANCE:
Moses O. Muga
ICPAK Member No. 14266
Date: 30th June 2025

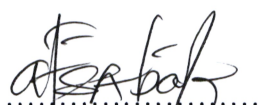
National Council for Children Services
Annual Reports and Financial Statements
for the year ended June 30, 2025

17. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR
THE YEAR ENDED 30TH JUNE 2025

Receipts/ Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Of Utilization
	a	b	c= a +b	d	e=c-d	f=d/c %
Receipts						
Transfers from other governments entities	90,000,000	103,171,307	193,171,307	193,171,307	-	100%
Grants from Non-Governmental Organization		2,008,581	2,008,581	2,008,581	-	100%
Other Receipts (Registration Fees)		3,046,689	3,046,689	3,046,689		99%
Total Receipts	90,000,000	108,226,577	198,226,577	198,226,577	0	98%
Payments						
Use of goods and services	23,000,000	28,071,691	51,071,691	51,336,733	-265,042	101%
Employee costs	21,200,000		21,200,000	21,379,855	-179,855	101%
Board Expenses	6,800,000		6,800,000	3,983,727	2,816,273	59%
Repairs and maintenance	408,570	-	408,570	369,100	39,470	90%
Programs	35,091,430	77,692,150	112,783,580	112,759,608	23,972	100%
Acquisition of Assets	3,500,000	4,000,000	7,500,000	7,480,500.00	19,500	100%
Total Payments	90,000,000	109,763,841	199,763,841	197,309,523	2,454,318	98%
Surplus for the period				917,054		

Surplus as per Statement of Financial Performance	- 88,776,105.00
Add Depreciation and Amortisation Expense	1,631,344.00
Cash balance B/F	103,171,307.00
	16,026,546.00
Less	
Movement in Payables	7,628,992.00
Acquisition of Assets	7,480,500.00
Surplus as per Statement of Budget Comparison	917,054.00

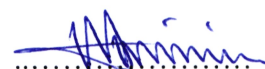
The notes set out on pages 6 to 19 form an integral part of these Financial Statements:



CHAIRPERSON
Sophia Abdi Noor
Date: 30th June 2025



C.E.O
Abdinoor Sheikh Mohamed
Date: 30th June 2025



HEAD FINANCE:
Moses Onyango Muga
ICPAK Member No. 14266
Date: 30th June 2025

18. NOTES TO THE FINANCIAL STATEMENTS

1. General Information

The National Council is established by and derives its authority and accountability from Children’s Act 2022. The National Council for Children Services is a Semi-Autonomous Government Agency under the State Department for Social Protection. The National Council for Children’s Services principal activity is Oversight of Children issues in the country

2. Statement of Compliance and Basis of Preparation

The National Council for Children’s Services financial statements have been prepared in accordance with and complies with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the entity. The accounting policies have been consistently applied to all the years presented.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

3. Adoption of New and Revised Standards

New and amended standards and interpretations in issue effective in the year ended 30 June 2024.

Standard	Effective date and impact:
IPSAS 41: Financial Instruments	<p>Applicable: 1st January 2023:</p> <p>The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an Entity’s future cash flows.</p> <p>IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p> <ul style="list-style-type: none"> • Applying a single classification and measurement model for financial assets that considers the characteristics of the asset’s cash flows and the objective for which the asset is held; • Applying a single forward-looking expected credit loss model that is applicable to all financial instruments

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

Standard	Effective date and impact:
	<p>subject to impairment testing; and</p> <ul style="list-style-type: none"> • Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an Entity’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy.
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1st January 2023</p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p> <ul style="list-style-type: none"> (a) The nature of such social benefits provided by the Entity. (b) The key features of the operation of those social benefit schemes; and (c) The impact of such social benefits provided on the Entity’s financial performance, financial position and cash flows.
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p>Applicable: 1st January 2023:</p> <ul style="list-style-type: none"> a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued. b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued. c) Amendments to IPSAS 30, to update the guidance for accounting for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued. d) Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.

National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025

Standard	Effective date and impact:
Other improvements to IPSAS	<p><i>Applicable 1st January 2023</i></p> <ul style="list-style-type: none"> • <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i> Amendments to refer to the latest System of National Accounts (SNA 2008). • <i>IPSAS 39: Employee Benefits.</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS. • IPSAS 29: Financial instruments: Recognition and Measurement. Standard no longer included in the 2023 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1st January 2023.

Notes to the Financial Statements (Continued)

- i. *New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2023.*

Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of</p>

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

Standard	Effective date and impact:
	discontinued operations to be presented separately in the statement of financial performance.

4. Summary of Significant Accounting Policies.

a) Revenue recognition

i) Revenue from non-exchange transactions

a) 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 National Council for Children’s Services and can be measured reliably.

ii) Revenue from Exchange Transactions

a) Rendering of services

The National Council for Children’s Services recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

b) Budget information

The original budget for FY 2024/2025 was approved by the National Assembly, Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by The National Council for Children’s Services upon receiving the respective approvals in order to conclude the final budget. Accordingly, The National Council for Children’s Services recorded appropriations of one hundred and thirteen million, five hundred thousand shillings’ budgets following the governing body’s approval and re-allocation was also done during the financial year due to recruitment process of staff. The Council received donor funding in support of various activities in our core mandate.

The National Council for Children’s Services budget is prepared on basis of the work plan; procurement plans translated into the actual income and expenditure. The financial statements are prepared on 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

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

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.

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 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 National Council for Children's Services 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. The Council uses straight line method of depreciation for property, plants and equipment's. It spreads the cost of an asset evenly over its useful life. The same amount of depreciation is deducted from an asset's value each year. This results in a straight line when the assets value is graphed over time. The formula for straight line depreciation is: $\text{Annual depreciation} = (\text{Asset cost} - \text{Estimated Salvage} / \text{Estimated useful life})$. This method allocates the cost of an assets with a relatively consistent value decline. This method helps monitor an assets value over time which helps in determining when to replace, dispose of or sell it.

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Council'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 judgements, estimates and assumptions made:

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

i) 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 Council 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 Council. Such changes are reflected in the assumptions when they occur.

ii) 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 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

iii) Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in note 15. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025

6. Transfers from Other Government Entities

	2024-2025	2023-2024
Name of the Entity sending the grant	Kshs	Kshs
State Department of Social Protection	90,000,000	113,499,997
TOTALS	90,000,000	113,499,997

7. Public Contributions and Donations

	2024-2025	2023-2024
Name of the Entity sending the grant	Kshs	Kshs
NGO Funding (UNICEF&LUMOS)	2,008,581	1,312,000
TOTALS	2,008,581	1,312,000

8. Other Income

	2024-2025	2023-2024
Name of the Entity sending the grant	Kshs	Kshs
Registration fees &interests	3,046,689.45	50,000

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

9. Use of Goods and Services

Description	Kshs	Kshs
Office and general supplies and services	3,899,430.57	150000
Printing, advertising, and information supplies & services	3,600,120	3843965
Domestic travel and subsistence	16,902,295	16,069,184
Hospitality supplies and services	12,561,180	3,492,090
Fuel Oil and Lubricants	1,172,035	1,000,000
Bank Charges	608,199	379,013
Audit Fees	50,000	50,000
Communication, supplies and services	1,500,000	1,205,000
Postage	38,900	9,450
Training expenses	5,783,164	887,400
Insurance costs	581,978	696,213
Income Tax	781,252	
Total	47,478,554	27,782,315

10. Employee Costs

	2024-2025	2023-2024
Description	Kshs	Kshs
Salaries	17,609,043	11,445,952
Total employee cost	17,609,043	11,445,952

National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025

11. Board Expenses

	2024-2025	2023-2024
Description	Kshs	Kshs
Chairman's Honoraria	960,000.00	456,000.00
Statutory Deductions	1,456,000	2,632,000
Directors' emoluments	1,250,199	6,054,400
Millage Allowance	317,527	408,173
Total director emoluments	3,983,726	9,550,573

12. Depreciation and Amortization Expense

	2024-2025	2023-2024
Description	Kshs	Kshs
Property, plant and equipment	15,222,350	9,373,193
Total depreciation and amortization	1,631,344	2,067,923

**The Council uses straight line method of depreciation for property, plants and equipment's. **

13. Repairs and Maintenance

	2024-2025	2023-2024
Description	Kshs	Kshs
Repairs and Maintenance- Others		468,625
Repairs and Maintenance-Vehicles	369,100	0
Total Repairs and Maintenance	369,100	468,625

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

14. Programs

	2024-2025	2023-2024
Description	Kshs	Kshs
Programs-NCCS	110,776,400	42,058,500
Programs- UNICEF	1,204,628	757,000
Programs- LUMOS	778,580	0
Programs-Towards Support of DAC	0	555,000
Total Cost	112,759,608	43,370,500

15. Cash and Cash Equivalent

	2024-2025	2023-2024
Description	Kshs	Kshs
Bank	1,171,066	103,171,307
Total cash and cash equivalents	1,171,066	103,171,307

16. Prepayment

	2024-2025	2023-2024
Description	Kshs	Kshs
Prepaid Insurance	0	581,978
Prepaid fuel	327,965	0
Total cash and cash equivalents	327,965	581,978

National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025

17. Property, Plant and Equipment

Depreciation and amortization of non-current assets Movement Schedule					
	Motor vehicles	Furniture and fittings	Computers	Office equipment	Total
Depreciation Rate	(25%)	(12.5%)	(30%)	(12.5%)	
	Kshs	Kshs	Kshs	Kshs	Kshs
As At 30th June 2022	2,825,856.00	1,447,677.00	1,615,175.00	5,689,010.00	11,577,719.00
Net book values As At 1st July 2022	2,825,856.00	1,447,677.00	1,615,175.00	5,689,010.00	11,577,719.00
Additions			600,000.00		600,000.00
Total	2,825,856.00	1,447,677.00	2,215,175.00	5,689,010.00	12,177,719.00
Charge for the year	706,464.00	180,960.00	664,553.00	711,126.00	2,263,103.00
Net book Value as at 30th June 2023	2,119,392.00	1,266,717.00	1,550,623.00	4,977,884.00	9,914,616.00
As at 1st July 2023	2,119,392.00	1,266,717.00	1,550,623.00	4,977,884.00	9,914,616.00
Additions		826,500.00	580,000.00	120,000.00	1,526,500.00
Total	2,119,392.00	2,093,217.00	2,130,623.00	5,097,884.00	11,441,116.00
Charge for the year	529,848.00	261,652.13	639,186.90	637,235.50	2,067,922.53
Net book Value as at 30th June 2024	1,589,544.00	1,831,564.88	1,491,436.10	4,460,648.50	9,373,193.48
As at 1st July 2024	1,589,544.00	1,831,564.88	1,491,436.10	4,460,648.50	9,373,193.48
Additions		2,125,500.00	4,805,000.00	550,000.00	7,480,500.00
Total	1,589,544.00	3,957,064.88	6,296,436.10	5,010,648.50	16,853,693.48
Charge for the year	397,386.00	228,945.61	447,430.83	557,581.06	1,631,343.50
Net book Value as at 30th June 2025	1,192,158.00	3,728,119.27	5,849,005.27	4,453,067.44	15,222,349.98

*The Council uses straight line method of depreciation for property, plants and equipment's. *

18. Trade Payables

	2024-2025	2023-2024
Description	Kshs	Kshs
Payables	0	4,112,192
Total payables	0	4,112,192

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

19. Workings on Payable Adjustments.

	2024-2025	2023-2024
Description	Kshs	Kshs
Opening Balance of Payables	4,112,192	3,401,401
Add Payable expenses for the Current FY	47,478,554	28,364,292
Less Decrease in Prepayments	254,013	
Less Closing Balance of the Payables	0	4,112,192
Cash outflows	51,336,733	27,653,502

20. Salary Payables

	2024-2025	2023-2024
Description	Kshs	Kshs
Salary Refunds	0	3,516,800
Total payables	0	3,516,800

i) Workings on salary payables Adjustments

	2024-2025	2023-2024
Description	Kshs	Kshs
Opening Balance of Payables	3,516,800	0
Add Payable expenses for the Current FY	17,609,043	11,445,952
Less Closing Balance of the refundable Payables	0	3,516,800
Cash outflows	21,125,843	7,929,152

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

19. APPENDICES

i) Progress on Follow up of Auditor Recommendations.

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Unsupported fuel and expenditure	Unresolved	Mr. Ian Kodeka-SCMU	<i>Unresolved</i>	30 th June 2026
2.	Inaccurate depreciation and amortization balance	Unresolved	Mr. Moses Muga-Principal Accountant	<i>Unresolved</i>	30 th June 2026
3.	Motor vehicles without ownership documents	Unresolved	Mr. Abdinoor Mohamed-CEO	<i>Unresolved</i>	30 th June 2026
4.	Variance between financial statement in budget comparison	Unresolved	Mr. Moses Muga-Principal Accountant	<i>Unresolved</i>	30 th June 2026
5.	Variance between statement of performance amount and statement of comparison budget and actual budget	Unresolved	Mr. Moses Muga-Principal Accountant	<i>Unresolved</i>	30 th June 2026
6.	Lack of board charter	Unresolved	Mr. Abdinoor Mohamed-CEO	<i>Unresolved</i>	30 th June 2026
7.	Lack of ICT policies, manuals and procedures	Unresolved	Magdalene Kilonzo-ICT/O	<i>Unresolved</i>	30 th June 2026
8.	Failure to tag assets	Unresolved	Mr. Ian Kodeka-SCMU	<i>Unresolved</i>	30 th June 2026

C.E.O

Abdinoor Mohamed - Mohamed

DATE.....*30/6/2025*.....

CHAIRMAN OF THE BOARD

[Signature]

DATE.....*30/6/2025*.....

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

ii) Trial Balance

NATIONAL COUNCIL FOR CHILDREN'S SERVICES		
FOR THE FINANCIAL YEAR ENDED 2024-2025		
	DR	CR
Opening Balance B/D Fund Balance		104,708,569.65
Grants from National Government		90,000,000.00
Other receipts		3,046,689.45
cumulative depreciation		1,488,189.22
MINERAL WATER	200,000.00	
ADVERT SERV	392,872.00	
AIRTICKETS	1,877,340.00	
CONF AND DELEGATION	12,171,616.00	
OAG	50,000.00	
FUEL N OIL	1,172,035.00	
TRAININ N DEV	5,783,164.00	
REPAIRS N MANTENACE	369,100.00	
COMP ACCESSORIES	2,150,000.00	
GOS	3,699,431	
PRINTING N STATIONARIES	3,207,248.00	
COURIER	38,900.00	
CATERING	389,564.00	
PROGRAMS	112,759,608.00	
DSA	15,024,955.00	
SALARIES	17,609,043.00	
BOD	3,983,726.40	
BANK CHARGES	608,200.37	
PPE	15,222,349.98	
Cash/ Bank	1,171,066.00	
INCOME TAX	781,252.00	
insurance	581,978.00	
TOTAL	199,243,448.32	199,243,448.32

**National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2025**

iii) Inter-Fund Confirmation Letter

Name of transferring entity...**STATE DEPARTMENT FOR SOCIAL PROTECTION**

Name of beneficiary entity...**NATIONAL COUNCIL FOR CHILDREN SERVICES**

DATE	DETAILS	STATE DEPT
22/08/2024	STATE DEPARTMENT	5,833,333.00
17/09/2024	STATE DEPARTMENT	5,833,333.00
15/10/2024	STATE DEPARTMENT	10,833,334.00
06/11/2024	STATE DEPARTMENT	7,500,000.00
16/12/2024	STATE DEPARTMENT	7,500,000.00
13/01/2025	STATE DEPARTMENT	7,500,000.00
13/02/2025	STATE DEPARTMENT	7,500,000.00
17/03/2025	STATE DEPARTMENT	7,500,000.00
04/04/2025	STATE DEPARTMENT	7,500,000.00
10/05/2025	STATE DEPARTMENT	7,500,000.00
27/06/2025	STATE DEPARTMENT	7,500,000.00
05/07/2025	STATE DEPARTMENT	7,500,000.00
		90,000,000.00

I confirm that the amounts shown above are correct as of the date indicated.

Chief Executive Officer

Name Abdinoor S. Alshamir Sign [Signature] Date 30/6/2025

Head of Accounts Department

Name Moses Muga Sign [Signature] Date 30/6/25

