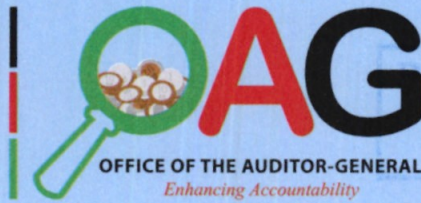


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OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – SIGOWET-SOIN
CONSTITUENCY**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

SIGOWET/SOIN CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The NGCDF Sigowet/Soin Constituency's day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)
- ii. National Government Constituency Development Fund Committee (NGCDFC)

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2025 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	AIE holder	Francis Lemuna
2.	National Sub-County Accountant	Josphine Kerich
3.	Chairman NGCDFC	Richard Chepkwony
4.	Member NGCDFC	Benedictor Jepkosgey (Deposit)

(c) Fiduciary Oversight Arrangements

The Audit Committee of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Sigowet/Soin Constituency. The reports and recommendations of the Audit Committee, when adopted by the NGCDF Board, are forwarded to the Constituency Committee for action. The Board forwards any matters that require policy guidance to the Cabinet Secretary and National Assembly Select Committee.

(d) NGCDF Sigowet/Soin Constituency Headquarters

DCC Buildings

P.O. Box 1837-20200

Sigowet Sub-County HQs- Chepkemel

(e) NGCDF Sigowet/Soin Constituency Contacts

Telephone: (254) 704480200/ 0724718529

E-mail: cdf@sifgowetsoineast@ngcdf.go.ke

Website: www.ngcdf.go.ke

(f) NGCDF Sigowet/Soin Constituency Bankers

1. Operations Account.
Cooperative Bank
Branch- Kericho
P.O Box 75104-00200
Nairobi.
2. Deposit account.
Cooperative Bank
Branch- Kericho
P.O. Box 75104-00200,
Nairobi.
3. Project Management Committee Accounts
Cooperative Bank
Branch-Kericho
P.O. Box 75104-00200,
Nairobi





(g) Independent Auditor

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





(h) Principal Legal Adviser

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



3. NGCDF Committee

Name	Details
 Mr. Richard Chepkwony-Chairman	<p>He was born on 2nd February January, 1968 and is the current Chairperson and has served in the same capacity for 3 years in a row. He's aged 58 years, having a Diploma in Education from Kericho TTC He is a career teacher currently teaching at kipsitet primary school.</p>
 Benedictor Jepkosgey- Secretary	<p>She was born on 3rd May 1989 and is the current NG-CDFC Secretary, having served in the same capacity for 3 years in row representing Female(Adult) Aged 39 years and a career high school teacher. She is a holder of Bachelor of Education arts from University of Kabianga.</p>
 Irine Cheruiyot-Member	<p>She was born on 23rd December 1976, and is the current NG-CDFC member representing Female Adult. She is 49 years of age and a holder of Advance level certificate of education. She has served as NGCDFC for a period of 3 years with over 3 years experience as a lecturer at Skyrich TTI kericho Campus.</p>
 Andrew Soi-Member	<p>He was born on 2nd February, 1961 and is the current NG-CDFC member, a male adult representative. He is 64 years of age and a Form 6 leaver. He is a retired police officer.</p>

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

Name	Details
 <p data-bbox="135 611 504 645">Stacy Chepkoech-Member</p>	<p data-bbox="651 264 1474 376">She was born on 25th April , 1997 and is the current NG-CDFC member representing Female youth a position She has served for one year.</p> <p data-bbox="651 376 1474 454">He is 28 years of age and a holder of a diploma in secretariat studies at Eldoret polytechnic.</p>
 <p data-bbox="135 958 403 994">Japhet Bii-Member</p>	<p data-bbox="651 645 1474 723">He was born on 3rd January, 1971 is the current NG-CDFC member Representing PWDs has served for 3years.</p> <p data-bbox="651 723 1474 835">He is 54 years of age and trained Accountant with KASNEB, graduate of KIM with Public Relations, section II and Certificate in business management.</p> <p data-bbox="651 835 1474 880">He is a businessman and is engaged in community service</p>
 <p data-bbox="135 1406 432 1442">Dennis Bor -Member</p>	<p data-bbox="651 994 1474 1106">He was born on 20th September, 1996 and is the current NG-CDFC member Representing Male(Youth) he is 29 years of age and a Nurse by proffession.</p>
 <p data-bbox="135 1787 504 1821">Philemon Maina-Member</p>	<p data-bbox="651 1442 1474 1520">He was born on 25th February, 1977 is the co-opted NGCDF member has served for three years</p> <p data-bbox="651 1520 1474 1599">He is 48 years old and a holder of bachelor of Education Arts at University of Nairobi.</p> <p data-bbox="651 1599 1474 1644">He is a business man and is engaged in community service</p>

National Government Constituencies Development Fund (NGCDF)
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Name	Details
 Felix Kioko-DCC	<p>He is a holder of degree in governance and public administration and Master degree in Business Administration from JKUAT.</p> <p>He is the current Deputy County Commissioner, Soin/Sigowet subcounty.</p> <p>He is a member of the NG-CDFC Sigowet/Soin as a government official.</p>
 Mr. Francis Lemuna Fund Account Manager	<p>He was born 5th May 1986</p> <p>He is 39 years of aged served as Fund Account Manager from 2013, a graduate of Bachelor of of Business administration from Kenya Methodist University</p> <p>He is a member of NG-CDFC Committee as an Officer of the Board and an Ex-official.</p>

Rebecca Chesang served for 2years representing female Adult having served as NG-CDFC from 21st December 2022 to 21st December 2024

4. NG-CDFC Chairman's Report



Richard Chepkwony -NGCDFC Chairman

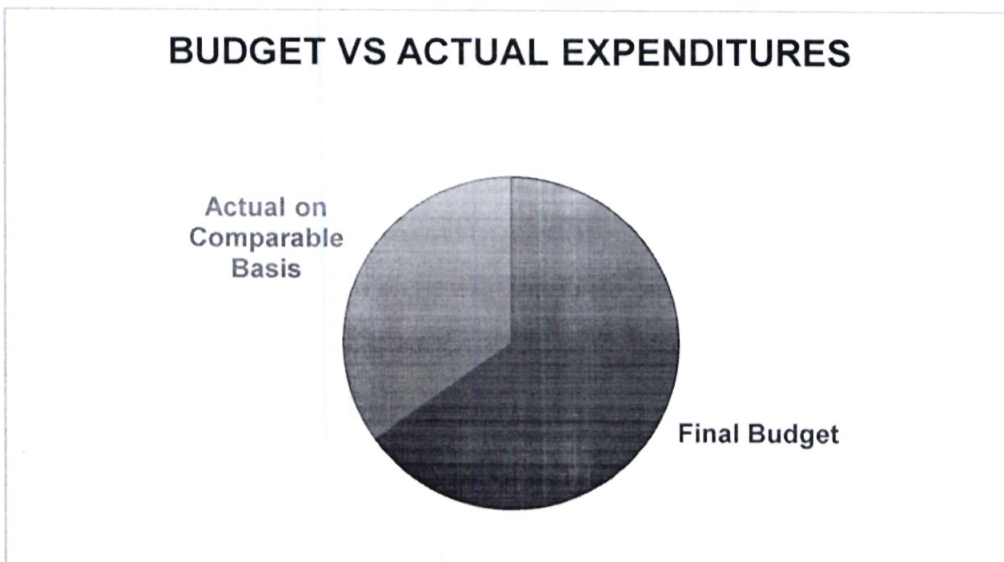
FUNDS DISBURSEMENTS:

Sigowet/Soin NG-CDF management and PMCs has in the last financial year disbursed and spent Kshs 134,255,082 out of a total allocation of Kshs 179,448,958 plus unspent balance from the FY 2023/2024 of Kshs .7,954,261 and un disbursed Kshs 67,578,253.01 from the Board making a total budget of Kshs.251,162,001

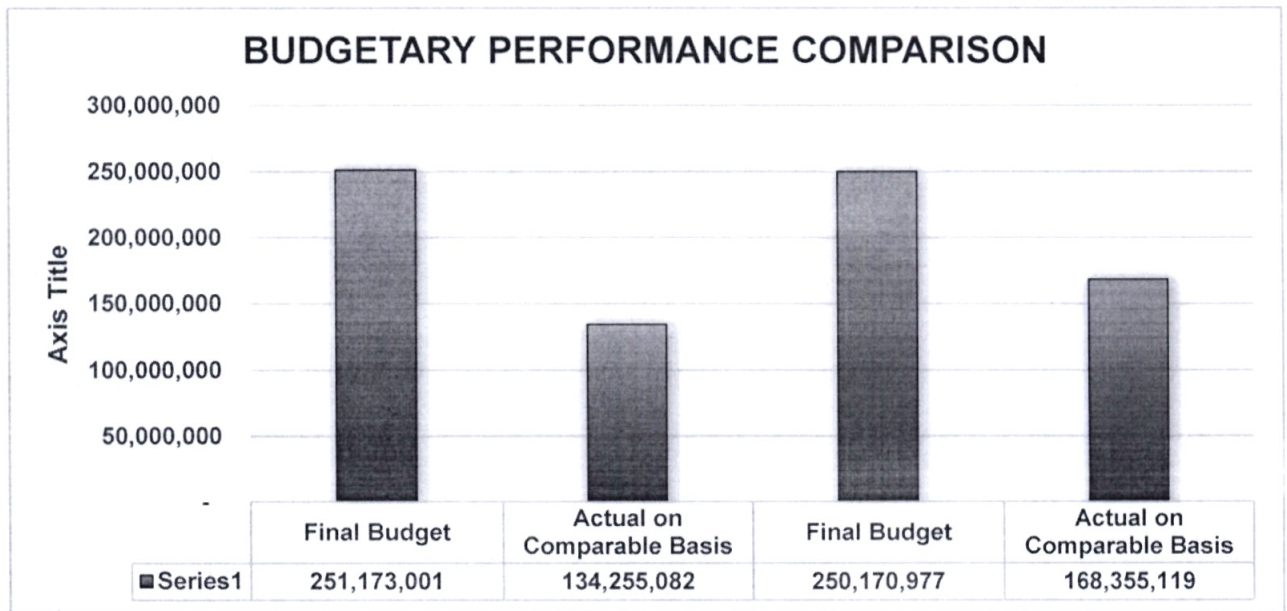
The PMCs spent a total of Kshs.48,266,038 in implementation of various projects while the NG-CDFC disbursed a total of Kshs.179,803,170.72

GRAPHICALLY

1. BUDGET VS ACTUAL EXPENDITURE FOR THE FY 2024/2025



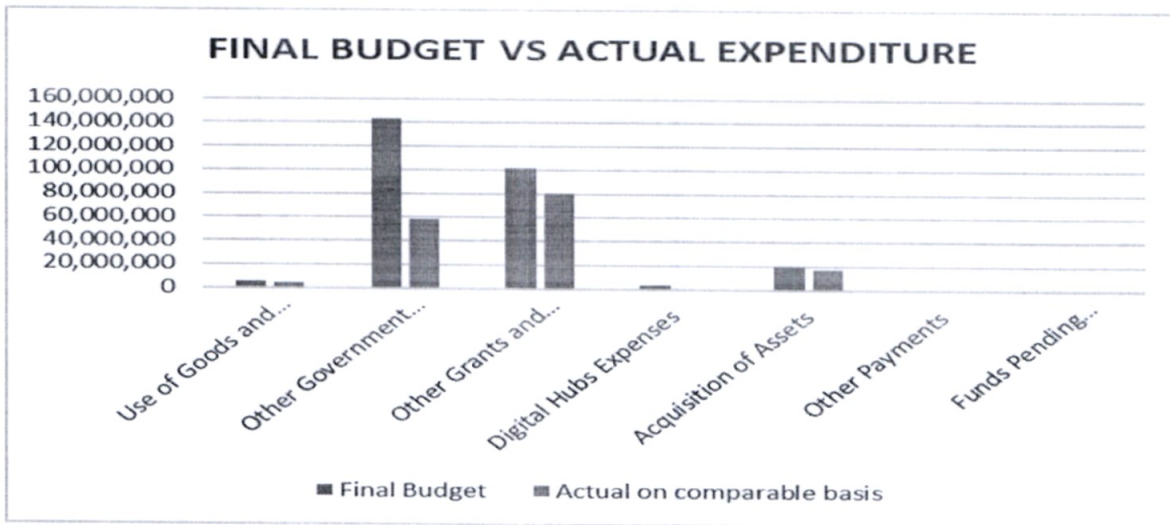
2. COMPARISON BETWEEN FY2024/2025 & FY 2023/2024



3. EXPENDITURE DURING THE YEAR

	Final Budget	Actual on comparable basis	% of Utilization
Expenses			
Employee costs	5,781,259	3,485,740	68%
Committee expenses	5,828,138	5,001,444	94%
Use of Goods and Services	5,143,655	3,300,000	86%
Other Government Units Certified Works	136,814,389	41,914,724	41%
Other Grants and Transfers	95,544,561	78,503,174	79%
Digital Hubs Expenses	-	-	0%
Acquisition of Assets	-	-	89%
Other Payments	2,050,000	2,050,000	100%
Funds Pending Approval**	11,000	-	0%
Total Expenditure	251,173,001	134,255,082	60%

GRAPHICALLY



Key Achievements:

The greatest achievements are in project implementation which included improvement of learning structures in schools by construction of classrooms and administration blocks.

The management also constructed several classes during the financial year to create conducive environment for learning:

Sample of the projects implemented:

1. Chebarab primary school-Construction of two classrooms, Kshs 2.6M



Impact Story: The constituency offices has provided an enabling working environment , motivation to staff, and combine constituency operations in one area.

It provides safety of government documents and equipment, the constituents can have their concerns/issies addressed in one office block . It has also promote efficiency since operations

of the NG-CDF is under one roof. For example display of bursary lists and projects on the constituency notice board

2. Iraa Girls High school- Construction of 3-roomed administration block to completion



Impact story:

It provide good working environment for teachers and learners.

It promotes efficiency since teachers and learners concerns/issues can be addressed in one office block. It has improved performance for learners, the school performance has improved since the construction of the administration block. The school is the top performing in the county with the school taking over 90 students to national schools last academic year 2024.

Emerging issues:

Emerging issues include:

1. High demand for bursary due to high poverty index.
2. High cost of building materials due making the cost of building a classrooms higher and hence less number are allocated funds in the Financial Year

Challenges:

1. Some schools are inaccessible due to poor road networks

Way forward

The NG-CDF Board to disburse projects on timely basis for the constituencies to implement projects within the stipulated financial year.

.....

Name: Richard Chepkwony
Chairman NGCDF Committee

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

Introduction

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

The key development objectives of the *NGCDF Sigowet/Soin Constituency 2022-2027* plan are to:

- To mobilize more resources for community development.
- To improve safe water supply.
- To improve the health standards of the constituency.
- To improve infrastructure, especially schools and roads within the constituency.
- To build capacity of the community to implement development projects.
- Empower and training of youth

Progress on the attainment of Strategic development objectives

To implement and cascade the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic, and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement. Below, we provide the progress on attaining the stated objectives:

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In FY 2024/2025 -we have constructed 17 classrooms, allocated funds for renovations of 19 classrooms primary schools, , constructed 1 science lab, disbursed bursary for the

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Constituency Program	Objective	Outcome	Indicator	Performance
				9,000 needy students,
Security	To have conducive working environment for security agencies	Increased construction of chief's office	Improved security in the area	In FY 2024/2025 we have constructed 1 chiefs offices and 1 ACCs office. The management has also allocated funds for renovation of DCC offices
Climate Change Mitigation Activities	To improve environment by carrying out environmental activities	Increased planting of trees both indigenous and fruit trees	Improved environment	In the FY 2024/2025, management did implemented environment projects for supply and planting of 10,000 tree seedlings at various institutions.
Emergency	To mitigate disasters through disaster management	Increased capacity building on disaster management	Improved awareness	Management has carried out PMC & CDFC capacity building to improve in the management of NG-CDF funds, disbursed emergency funds worth Kshs 5.1M

6. Governance Statement

Background

The National Government Constituencies Development Fund Act 2015 (Amended 2016) in section 43(1), (2), (3) and 57(1) and its regulations, provides for establishment of National Government Constituency Development Committee (NG-CDFC) for every constituency.

Further, Section 5 (1) of the regulation states that the members of a Constituency Committee provided for Appointment of under section 43(2) (b), (c) and (d) of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a vacancy in the Constituency Committee.

The officer of the board coordinated the process of nomination of the NG CDFC for onward forwarding to the board for appointment through gazette notice.

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

- i. One person nominated by national Government official in charge of Sub County or designated representative who shall chair the panel
- ii. Officer of the Board seconded to the constituency who is be the secretary of the selection panel

Further the NG CDF regulations requires that for one to serve as member of the NGCDF committee he or she must be (a) citizen of Kenya, (b) ordinarily resident voter of the constituency, (c) able to read and write and communicate in English and Kiswahili, (d) meet the chapter six of the constitution, (e) available to participate in the activities of the constituency (f) for youth nominee he or she must have attained age of 18 years but below age of 35yrs and (g) for persons with disability nominee must be nominated by a registered group representing persons with disability within the constituency.

a. NG-CDFC process of appointment

The NGCDF Act 2016 on appointment of NGCDFC members' states;

(1) The members of a Constituency Committee provided for Appointment of under section 43 of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee vacancy in the Constituency Committee.

Kenya Subsidiary Legislation, 2016 1951

(2) A vacancy shall occur in Constituency Committee upon commencement of a new parliamentary term; dissolution of a Constituency Committee; removal of a member of a Constituency committee; or the occurrence of a vacancy in a Constituency Committee.

(3) Upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel.

(4) The selection panel referred to in paragraph (1) shall consist of—

- one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection panel;

- the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- Two persons, one of either gender, nominated by the Constituency office.

(5) The officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.

(6) The selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants taking into account age, gender, special interest groups and regional balance in accordance with section the Act

(7) The officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates together with the report of the selection panel.

(8) The Board shall co-opt the person referred to in the Act to ensure equitable representation in the membership of a Constituency Committee.

(9) The Board shall, in writing, request the clerk of the National Assembly to notify the Constituency Office to nominate two persons of either gender, pursuant to section 43(2)(e) of the Act and to forward the names to the Office of the Board seconded to the Constituency.

(10) The Board shall submit the names of the seven persons selected from each Constituency in accordance with the Act to the National Assembly for Approval.

(11) The Board shall, within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette. 1952 Kenya Subsidiary Legislation, 2016

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

Five best NG-CDF applicants were selected taking into account age, gender, special interest groups and regional balance in accordance with section43(2)(b)(c) and (d) of the Act

S/N	Name	Category representation	Ward
1.	Richard Chepkwony	Male (Adult)	Soin
2.	Andrew Soi	Male (Adult)	Kaplelartet
3.	Benedictor Jepkosgey	Female (Adult)	Kaplelartet
4.	Stacy Chepkoech	Female (Youth)	Soin
5.	Irine Cheruiyot	Female (Adult)	Sigowet
6.	Denis Bor	Male(Youth)	Sigowet

Nominee of the person representing persons with disability

S/N	Name	Nominating Organization	Nature of physical Impairment	Ward
1.	Japhet Bii	National Council Of People Living With Disability	Deformed Limbs	Soliat

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

S/N	Name	Gender	Ward
1.	Philemon Maina	Male	Sigowet

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

The Sigowet/Soin NG_CDFC Members were gazetted as follows

S/N	Name	Category	Statutory Provision Under NG-CDF Act
1.	Richard Chepkwony	Male Adult Representative	Appointment, pursuant to Sec. 43 (2) (b)
2.	Andrew Soi	Male Adult Representative	Appointment, pursuant to Sec. 43 (2) (b)
3.	Stacy Chepkoech	Female Youth Representative	Appointment, pursuant to Sec. 43 (2) (c)
4.	Benedictor Jepkosgey	Female Adult Representative	Appointment, pursuant to Sec. 43 (2) (c)
5.	Japhet Bii	Representative of Persons Living with Disability	Appointment, pursuant to Sec. 43 (2) (d)
6.	Denis Bor	Male Youth Representative	Appointment Pursuant to Sect. 43 (2)(e)
7.	Irine Cheruiyot	Female Adult Representative	Appointment Pursuant to Sect. 43 (2)(e)

The First NG-CDFC inaugural meeting was held on 8th July, 2025. The members carried out an election for the position of a chairperson and the secretary of the committee. The following member were elected.

	NAME	POSITION	WARD
1	Richard Chepkwony	Chairperson	Soin
2	Benedictor Jepkosgey	Secretary	Kaplelartet

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

The Committees were constituted as follows;

1. Bursary Sub-committee

	NAME	POSITION
1.	Sub-County Director of Education	Chairperson
2.	Francis Lemuna-FAM	Secretary
3.	Irine Cheruiyot	Member
4.	Denis bor	Member
5.	Stacy Chepkoech	Member

2. Complaint Handling & Resolution Sub-Committee

	NAME	POSITION
1.	Felix Kioko-DCC	Chairperson
2.	Benedictor Jepkosgey	Secretary
3.	Richard Chepkwony	Member
4.	Philemon Maina	Member

b. NG-CDFC Tenure

The term of office for the members of the Constituency Committee is two years and will be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the NG-CDF Act 2015.

The tenure of the current committee were Gazetted on 21st May 2025. The term of the previous committee members expired on 18th December 2024 and after recruitment process, all the previous members were retain in a period of 2 years. The current term of the committee expires on 21st May 2027 and can be renewed subject to boards guidelines and their performance.

c. The Role of the Constituency Committee

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

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

d. Removal of a member

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

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

A decision to remove a member under subsection (13) is made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made. In Sigowet/Soin the NGCDFC has not found any member to have contravened the laid down regulations and law to warrant removal.

Handing Over

The handing over of the office by the outgoing NG-CDFC Committee to the Incoming committee was carried out smoothly and successfully on 8th July, 2025.

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e. NG-CDFC Induction and training

In the financial year 2024/2025 the NGCDF Board organized training of NGCDFC members. During the training, critical areas such as public finance, project planning, procurement, complaint management, performance management were covered to equip them with the prerequisite knowledge and skills to ensure effective and efficient management of NG-CDF Sigowet/Soin.

f. Number of meetings

Schedule of meetings held during the FY 2024/2025

S. No	Name of committee member	12/07/2024	26/07/2024	16/08/2024	31/08/2024	12/09/2024	29/09/2024	17/10/2024	11/11/2024	21/11/2024	07/12/2024	19/12/2025	18/01/2025	13/02/2025	26/02/2025	25/03/2025	04/04/2025	29/04/2025	13/05/2025	27/05/2025	25/06/2025
1	Richard Chepkwony - Chairman	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
2	Japhet Bii - Member	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
3	Francis Lemuna-Fam	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
4	Denis Bor-Member	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
5	Benedictor Jepkosgey - Secretary	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
6	Irine Cheruiyot - Member	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
7	Richard Chepkwony - Member	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
8	Philemon Maina - Member	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
9	Stacy Chepkoech - Member	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
10	Felix Kioko-DCC	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√

g. Remuneration Rates

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance Kshs. 7,000 per meeting and all other members an

allowance of Kshs.5, 000 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

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

h. Disclose the policy on conflict of interest

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2024/2025 no member of NGCDFC Sigowet/Soin contravened conflict of interest policy.

i. Succession plan

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

j. Ethics and code of conduct

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

k. Risk Management

Risk management has been integrated in the constituency operations through the following: training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations. Embracing the Enterprise Risk Management system and attesting to monthly, quarterly bi-annually and annually compliance and key risk indicators questions, implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC

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

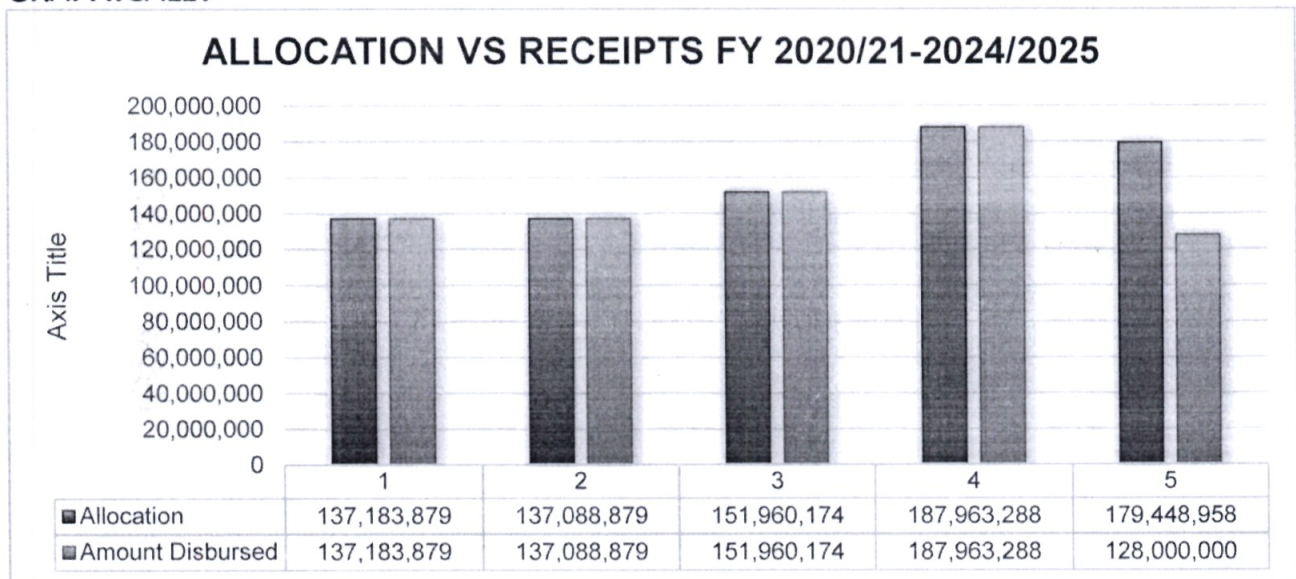
7. Management Discussion and Analysis

a. Sector Performance

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

Financial Year	Allocation	Amount Disbursed	Percentage
2020-2021	137,183,879	137,183,879	100%
2021-2022	137,088,879	137,088,879	100%
2022-2023	151,960,174	151,960,174	100%
2023-2024	187,963,288	187,963,288	100%
2024-2025	179,448,958	128,000,000	71%
Total	793,645,178	742,196,220	

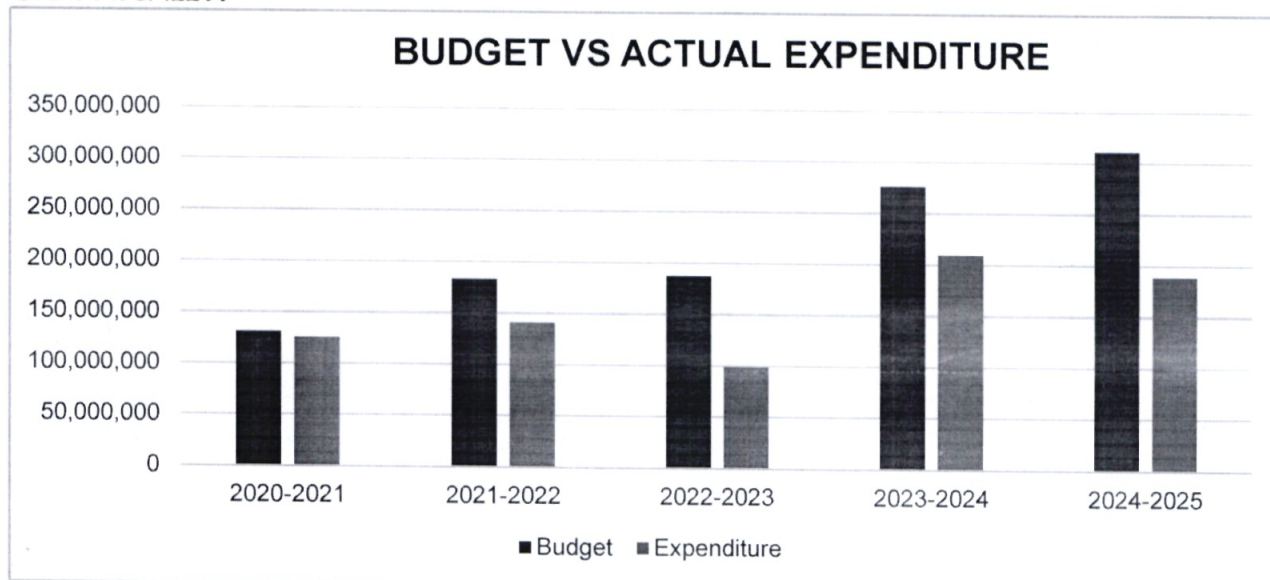
GRAPHICALLY



b. Expenditure summary for the last five(5) years

Financial Year	Budget	Expenditure
2020-2021	262,687,097	160,248,632
2021-2022	239,527,344	185,318,924
2022-2023	192,423,453	109,723,397
2023-2024	261,254,210	135,016,781
2024-2025	284,520,631	169,796,191
Total	1,240,412,735	760,103,925

GRAPHICALLY:



c. Summary of Disbursement to Projects in the Last 5 Years

Sector	Allocation	Percentage (%)
Primary Schools	270,860,500	33
Secondary Schools	150,500,000	28
Bursary	124,729,000	19
Others Grants	103,867,400	19
	649,956,900	100

d. NG-CDF Achievements

Sigowet/Soin NG-CDF Committee has always endeavored to ensure timely implementation approved projects and equitable distribution of allocation within the four wards in the constituency. Some of the notable achievements are as shown in the table below: -

Category	No. Implemented
New Classrooms	620
Bursary	Over 9,000 needy students per year
Administration Blocks	24
Dining Hall	8
TVET classrooms	8
Chiefs Offices	16
ACCs office	1
Classrooms Renovations	300
NG-CDF office	1
Buses	6

Through the NG-CDF, massive infrastructural facilities have been constructed in the following schools which has in turn led to an increase in the enrolment rates and performance of students in the schools: -

1. Bursary Disbursement

S/NO	SECTOR	ACTIVITY	TOTAL AMOUNT
1	BURSARY	Payment of bursary to needy student	225,729,000
TOTAL			225,729,000

- The constituency has more than 100 students under full scholarship
- Bursary pays tuition fees for every orphan and extremely needy cases without under going bursary vetting

2. Project implementation

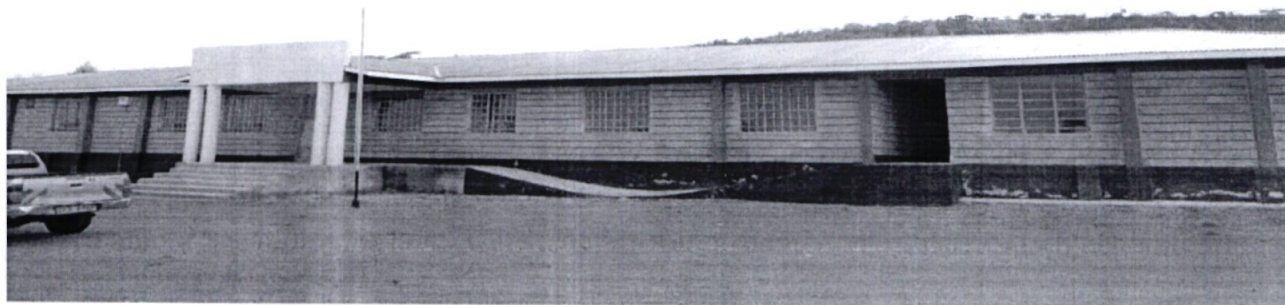
The constituency has implemented projects in the constituency that has high impact by improving access to education infrastructure:

An Example is Kipsigory primary School where management allocated funds and Simboiyon Primary School for construction and renovation of classrooms

1. Iraa Girls High School- Construction of administration to completion to completion.



2. Tabaita Secondary School- Construction of 4 roomed administration block and four classrooms- Kshs 4.4M



CLIMATE CHANGE MITIGATION

- The constituency has been allocating funds for climate change mitigation every financial year.
- Last financial year and current financial year, the constituency has allocated Ksh 600,000 with each financial year allocating Kshs 0.6M

In the FY 2025/2026, the constituency intends to allocate kshs 1.0M for climate change mitigation activities.

Compliance with statutory requirements

Sigowet/Soin NG-CDF is an entity that is fully guided by the constitution of Kenya 2010, NG-CDF Act 2015, NGCDF(R) 2016, PFM Act 2012, PFM(R) 2015 PPADA 2015, PPADA(R) 2020 and Presidential directives, Treasury circulars, NG-CDF Board Policy, and has been in full compliance of the same.

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

Sigowet/Soin NG-CDF has been able to equally meet its legal obligations for instance payment of taxes like VAT withholding tax from contractors, Income tax, Housing Levy, NSSF, SHIF and Withholding Tax as required and further commits to operate within the law even to the future.

Risks facing the fund

NG-CDF Soin/Sigowet is compliant with NG-CDF Board risk management policy by developing a constituency risk register and the fund manager does regular attestation.

NG-CDFC Sigowet/Soin faces the following risks:

Major litigation and courts battles at the national level.

Political interference.

NGOs interference

Competition from county governments

Arsons and burglaries

The constituency has tried mitigating risks by doing public participation when doing project proposal, building with CCTV installation to mitigate physical risks,

Material arrears in Statutory and other financial obligations

The constituency does not have material arrears in statutory and other financial obligations.

The constituency has complied with statutory requirements by remitting statutory requirements to relevant authorities and in no instance has Sigowet/Soin been cited for non-compliance.

Review of the Economy, Sector and Future Developments

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

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

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



Name: Francis Lemuna

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

Fund Account Manager

8. Environmental and Sustainability Reporting

Environmental matters relates to mitigation of the climate change effects that has been put forward as a government agenda. The recent amendment of NGCDF Act 2015 to increase the allocation to climate change mitigation activities from 2% to 5% has ensured this objective is achieved through the NGCDF Fund. Sigowet/Soin NG-CDF in its budget for Financial year 2024-2025 allocated Ksh 600,000 towards climate change mitigation measures across the constituency.

1. Sustainability strategy and profile -

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

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

2. Environmental performance

- The constituency has allocated a total of Kshs 800,000 towards planting of tree seedlings to support presidential directive of planting 15 billion trees and other environmental interventions.
- The constituency buys seedlings from youth nurseries and hence empowering them

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance coverage through a reliable insurance Scheme. Employees are encouraged and supported to build on their skills and knowledge continually. Sigowet/Soin constituency invests in capacity-building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross-cutting issues. The committee has a safety policy in compliance with the Occupational Safety and Health Act of 2007 (OSHA) and has ensured the work environment is conducive to everybody's movement and accessibility within the office, including PWDs. The Constituency has also put in place disaster-mitigating measures, including fire extinguishers and accessible escape routes in case of emergency.

4. Marketplace practices-

Sigowet/Soin Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Sigowet/Soin Constituency has endeavored to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary. We have also engaged the community through community projects.

Public Participation in Project Identification, Implementation, and Monitoring

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

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

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

Public Awareness

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

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



.....
Name: Francis Lemuna
Fund Account Manager.

9. Statement Of Management Responsibilities

Section 81 (1) of the Public Finance Management Act, 2012, requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the NGCDF-Sigowet/Soin Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes: Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; Designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; Safeguarding the assets of the entity; Selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Sigowet/Soin Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NGCDF- Sigowet/Soin financial statements give a true and fair view of the state of *NGCDF- Sigowet/Soin* transactions during the financial year ended June 30, 2025, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-Sigowet/Soin Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

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

Approval of the financial statements

The NGCDF- Sigowet/Soin Constituency financial statements were approved and signed by the Accounting Officer on 27/8/2025 2025.



Name: Richard Chepkwony
Chairman – NGCDF Committee



Name: Francis Lemuna
Fund Account Manager



REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – SIGOWET-SOIN CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of National Government Constituencies Development Fund – Sigowet-Soin Constituency set out on pages 1 to 63, which comprise of the statement of financial position as at 30 June, 2025

Report of the Auditor-General on National Government Constituencies Development Fund – Sigowet-Soin Constituency for the Year ended 30 June, 2025

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Sigowet-Soin Constituency as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the National Government Constituencies Development Fund Act, 2015, the Public Finance Management Act, 2012, and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracy of Property, Plant and Equipment

The statement of financial position reflects Nil balance in respect to property, plant and equipment. However, the balance differs with property, plant and equipment balance totalling Kshs.13,768,922 reflected in Annex 1 of the financial statements resulting in unexplained variance of Kshs.13,768,922.

In the circumstance, the accuracy and completeness of Nil balance property, plant and equipment could not be confirmed.

2. Inaccuracy of Revaluation Reserves

The statement of financial position reflects revaluation reserves totalling Kshs.114,370,851. The balance includes opening surplus amount totalling Kshs.7,954,261. However, the opening surplus differs with the prior year audited deficit amount totalling Kshs.2,623,429 resulting in unexplained variance of Kshs.10,577,690. The valuation report and the list of assets valued in support of valuation reserves were also not provide for audit review.

Further, the balance includes adjustment to recognize assets totalling Kshs.72,737,883. However, the adjustment differs with the total assets balance totalling Kshs.80,692,144 reflected in the opening statement of financial position resulting in unexplained variance of Kshs.7,954,261.

In addition, the amount includes surplus for the year amounting to Kshs.34,435,559 which ought to have been disclosed as accumulated surplus. This was contrary to the recommended format by the Public Sector Accounting Standards Board.

Report of the Auditor-General on National Government Constituencies Development Fund – Sigowet-Soin Constituency for the Year ended 30 June, 2025

In the circumstances, the accuracy and completeness revaluation reserves balance totalling Kshs.114,370,851 could not be confirmed.

3. Unsupported Project Management Committee Bank Balances

The statement of financial position reflects cash and cash equivalents balance totalling Kshs.88,448,062. The Project Management Committee (PMC) bank balances totalling Kshs.48,917,503 as disclosed in Note 19 and includes Annex 2 to the financial statements. However, cashbooks, certificate of balances and bank reconciliation statements in support of the balances were not provided for audit review.

Further, the balances were not transferred to the Constituency bank account. This was contrary to Section 12 (8) of the National Government Constituencies Development Fund Act, 2015 which requires all unutilized funds of the Project Management Committee to be returned to the Constituency account.

In the circumstances, the accuracy, completeness and existence of Project Management Committee (PMC) bank balances totalling Kshs.48,917,503 could not be confirmed.

4. Undisclosed Tax arrears

The statement of financial position reflects Nil trade and other payables. However, review of a letter from the Kenya Revenue Authority Ref: KRA/5/1002/26 (12508) dated 17 June, 2025 indicates that the National Government Constituencies Development Fund owed the Kenya Revenue Authority a total of Kshs.220,470 in tax arrears. However, the tax arrears have not been disclosed in the financial statements.

In the circumstance, the accuracy and completeness of Nil trade and other payables could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis amounting to Kshs.251,184,001 and Kshs.222,714,144 respectively resulting to an under-funding of Kshs.28,469,857 or eleven percent (11%) of the budget. Similarly, the Fund spent Kshs.134,255,082 against total receipts of Kshs.222,714,144 resulting in under-absorption of Kshs.88,459,062 of the receipts.

The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Matters

In the audit report of the previous year, three (3) issues were raised under the Report on Financial Statements as shown in the table below:

Number	Financial Year	Issue
1	2023/2024	Unsupported Project Management Committee Bank Balances
2	2023/2024	Budgetary Control and Performance
3	2023/2024	Unresolved prior year matters

However, Management had not resolved the issues or given any explanations for failure to implement the recommendations.

Other Information

National Government Constituencies Development Fund Committee is responsible for the Other Information set out on page iii to xxxvi which comprise of Key Constituency Information and Management, National Government Constituencies Development Fund (NGCDF) Committee, National Government Constituencies Development Fund (NGCDF) Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, and statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, , 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 Article 229(6) of the Constitution and 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 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and National Government Constituencies Development Fund Committee

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

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

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

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

National Government Constituencies Development Fund Committee is responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


11 December, 2025

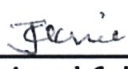
*National Government Constituencies Development Fund (NGCDF)
Sigowet/Soin Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

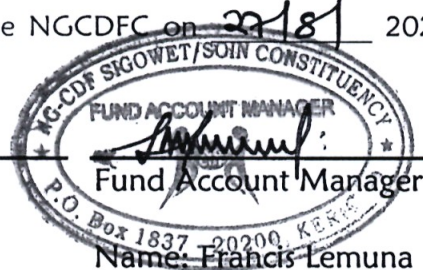
11. Statement of Financial Performance for the Year Ended 30th June 2025

	Note	Period ended June 2025
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	170,469,857
Grants/donations from other entities	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	11,000
Total revenue		170,480,857
Expenses		
Employee costs	10	5,275,955
Committee expenses	11	6,578,300
Use of Goods and Services	12	3,473,144
Other Government Units Actual expenditure	13	41,914,724
Other Grants and Transfers Actual expenditure	14	78,803,174
Depreciation and amortization expense	15	-
Digital Hubs Actual expenditure	16	-
Total expenses		136,045,298
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		34,435,559

The Constituency financial statements were approved by the NGCDFC on 22/8/2025 2025 and signed by:


 Chairman NG-CDF
 Committee
 Name: Richard Chepkwony


 National Sub-County
 Accountant
 Name: Josphine Kerich


 Fund Account Manager
 Name: Francis Lemuna

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

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

	Note	Period as at June 2025	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	88,448,062	13,113,891
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	28,469,857	67,578,253
Prepayments	22	-	-
Total Current Assets		116,917,919	80,692,144
Non-Current Assets			
Property, Plant and Equipment	23	-	-
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		-	-
Total Assets (A)		116,917,919	80,692,144
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third-Party Deposits	27	-	-
Lease Liabilities	28	-	-
Gratuity provision	29	2,547,068	756,852
Total Current Liabilities		2,547,068	756,852
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		2,547,068	756,852
Net Assets (A-B)		114,370,851	79,935,292
Represented by:			
Revaluation Reserves		114,370,851	79,935,292
Accumulated Surplus			
Total Net Assets		114,370,851	79,935,292




National Government Constituencies Development Fund (NGCDF)

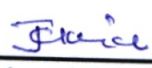
Sigowet/Soin Constituency

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

The Constituency financial statements set out on pages 1 to 18 approved by NG CDFC on 27/8 2025 and signed by:



Chairman NG-CDF
Committee
Name: Richard Chepkwony



National Sub-County
Accountant
Name: Josphine Kerich



Fund Account Manager
Name: Francis Lemuna



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

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

Description	Reserves	Accumulated surplus/Deficit	Total
	Kshs	Kshs	Kshs
As at 30 th June 2024 (cash basis)	7,954,261		7,954,261
Adjustments: (to recognize assets and liabilities)			
Add Assets	72,737,883		72,737,883
Less Liabilities	756,852		756,852
As at July 1, 2024	79,935,292		79,935,292
Surplus For the Period	34,435,559		34,435,559
Revaluation Gain/Loss	-	-	-
As at 30th June (current year)	114,370,851	-	114,370,851

Note:

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



National Government Constituencies Development Fund (NGCDF)
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14. Statement Of Cash Flows for The Year Ended 30th June 2025

	Notes	Period ended june Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		209,578,253
Grants/donations from other entities		-
Finance income		-
Miscellaneous income		11,000
Total Receipts		209,589,253
Payments		
Employee costs		3,485,740
Committee expenses		6,578,300
Use of Goods and Services		3,473,144
Other Government Units Certified Works		41,914,724
Other Grants and Transfers		78,803,174
Digital Hubs Expenses		-
Total Payments		134,255,082
Net Cash Flows from/ (used in) Operating Activities	30	75,334,171
Cash flows From Investing Activities		
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		-
Net increase/(decrease) in cash & Cash equivalents		75,334,171
Cash Flows from Financing Activities		
Lease payment		-
Net Cash Flows from Financing Activities		75,334,171
Cash and cash equivalents at Period Start	19	13,113,891
Cash and cash equivalents at Period End	19	88,448,062

National Government Constituencies Development Fund (NGCDF)

Sigowet/Soin Constituency

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

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		C=(a+b)	d	e=(c-d)	f=d/c*100
	<i>FY 2024/25</i>	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>FY 2024/25</i>	<i>FY 2024/2025</i>		
Revenue							
Transfers From the NGCDF Board	170,469,857	13,124,891	67,578,253	251,173,001	222,703,144	28,469,857	89%
Grants/donations from other entities	-	-	-	-	-	-	
Finance income		-	-	-	-	-	
Miscellaneous income	-	11,000	-	11,000	11,000	-	
Totals	170,469,857	13,135,891	67,578,253	251,184,001	222,714,144	28,469,857	
Expenses							
Employee costs	4,934,550	-	846,709	5,781,259	3,485,740	2,295,519	60%

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		C=(a+b)	d	e=(c-d)	f=d/c*100
Committee expenses	5,264,082	564,055	-	5,828,138	5,001,444	826,693	86%
Use of Goods and Services	5,143,655	-	-	5,143,655	3,300,000	1,843,655	64%
Other Government Units Certified Works	65,350,000	10,630,520	60,833,868	136,814,389	41,914,724	94,899,665	31%
Other Grants and Transfers	89,777,570	1,919,316	3,847,676	95,544,561	78,503,174	17,041,387	82%
Digital Hubs	-	-	-	-	-	-	0%
Acquisition of Assets	-	-	-	-	-	-	0%
Other Payments	-	-	2,050,000	2,050,000	2,050,000	-	100%
Funds Pending Approval**	-	11,000	-	11,000	-	11,000	0%
Total Expenditure	170,469,857	13,124,891	67,578,253	251,173,001	134,255,082	116,917,919	53%
Surplus for the period					88,459,062	(88,448,062)	

Explanatory Notes.

Employee Cost- at 60%, being outstanding staff gratuity and salaries

National Government Constituencies Development Fund (NGCDF)

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

Other Certified Works- 31% PMC works ongoing, projects at different stages of completion



Other grants and transfer- 782- Underutilized bursary rolled over to current financial year


Funds pending approval AIA- 0%- AIA yet to be approved by the Board.

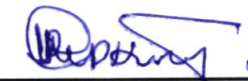
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	116,917,919
Less undisbursed funds receivable from the Board as at period 30 th June, 2025	28,469,857
Cash and Cash Equivalents at the end of the 30 th June 2025	88,448,062

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on 27/6/2025 and signed by:


Fund Account Manager

Name: Francis Lemuna


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


Chairman NG-CDF Committee
Name: Richard Chepkwony

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

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements		comparable basis	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,934,550		846,709	5,781,259	3,485,740	2,295,519
1.2 Committee allowances	1,948,271	564,055		2,512,326	2,500,000	12,326
1.3 Use of goods and services	3,345,371			3,345,371	3,300,000	45,371
Sub-total	10,228,191	564,055	846,709	11,638,956	9,285,740	2,353,216
2.0 Monitoring and evaluation						
2.1 Capacity building	962,284			962,284		962,284
2.2 Committee allowances	3,315,812			3,315,812	2,501,444	814,367
2.3 Use of goods and services	836,000			836,000		836,000
Sub-total	5,114,096	-	-	5,114,096	2,501,444	2,612,651
4.0 Emergency						
unutilized	8,972,098			8,972,098		8,972,098
SIMBI PRIMARY SCHOOL					37,600	(37,600)
MWEBE PRIMARY SCHOOL					785,438	(785,438)
CHEBARAN PRIMARY SCHOOL					345,000	(345,000)
(KIPSITET PRIMARY SCHOOL)					1,134,500	(1,134,500)
KAPKORMOM PRIMARY SCHOOL					545,308	(545,308)
TUMOIYOT PRIMARY SCHOOL					356,000	(356,000)

National Government Constituencies Development Fund (NGCDF)

Sigowet/Soin Constituency

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

Programme/Sub-programme	Original Budget	Adjustments			Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
			Kshs	Kshs			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
KERICHO VENTURES- PIT LATRINES DCCS OFFICE					682,207	(682,207)	
E.STARLAND CONTRACTORS-SOIN SIGOWET OFFICES)					539,655	(539,655)	
COMMISSIONER OF VAT					10,345	(10,345)	
KERICHO VENTURES					737,069	(737,069)	
COMMISSIONER OF VAT					12,931	(12,931)	
Sub-total	8,972,098	-	-	8,972,098	5,186,053	3,786,045	
5.0 Bursary and Social Security							
5.1 Primary Schools							
5.2 Secondary Schools	54,000,000	1,909,645	370,504	56,280,149	65,085,400	(8,805,251)	
5.3 Tertiary Institutions	13,205,472			13,205,472	3,792,570	9,412,902	
5.4 special needs							
5.5 Education Support Programmes							
5.6 Social Security							
Sub-total	67,205,472	1,909,645	370,504	69,485,621	68,877,970	607,651	
7.0 Environment							
Unutilized Funds							
Chepkemel Primary School	1,000,000			1,000,000		1,000,000	
CHEMEGONG PRIMARY SCHOOL			200,000	200,000	19,777	180,223	

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
KIPTERE PRIMARY SCHOOL			200,000	200,000	188,778	11,222
SINGORONIK PRIMARY SCHOOL		1,218	200,000	201,218	123,764	77,454
Sub-total	1,000,000	1,218	600,000	1,601,218	332,319	1,268,899
8.0 Primary Schools Projects						
Barageywet Primary School	1,300,000			1,300,000		1,300,000
Chebaran Primary School	1,300,000			1,300,000		1,300,000
Chemangat Primary School	1,300,000			1,300,000		1,300,000
Chepkochun Primary School	1,300,000			1,300,000		1,300,000
Cheptagum Primary School	1,000,000			1,000,000		1,000,000
Chesiche Primary School	1,300,000			1,300,000		1,300,000
Iraa primary School	1,500,000			1,500,000		1,500,000
Kabasweti Primary School	1,300,000			1,300,000		1,300,000
Kakibei Primary School	1,000,000			1,000,000		1,000,000
Kamineywo Primary School	1,200,000			1,200,000		1,200,000
Kamolok Primary School	750,000			750,000		750,000
Kapkatet Primary School	800,000			800,000		800,000
Kaplelwo Primary School	1,300,000			1,300,000		1,300,000
Kaptandus Primary School	1,300,000			1,300,000		1,300,000
Kimwogit Primary School	1,000,000			1,000,000		1,000,000
Kiplekwa Primary School	1,300,000			1,300,000		1,300,000

National Government Constituencies Development Fund (NGCDF)
Sigowet/Soin Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kipsamoi Primary School	1,300,000			1,300,000		1,300,000
Koyabei Primary School	750,000			750,000		750,000
Sachagwan Primary School	1,000,000			1,000,000		1,000,000
Seronik Primary School	1,300,000			1,300,000		1,300,000
Simotwet Primary School	1,300,000			1,300,000		1,300,000
Singoronik Primary School	750,000			750,000		750,000
Sombicho Primarey School	750,000			750,000		750,000
Sugutek Primary School	1,300,000			1,300,000		1,300,000
Tonongoi Primary School	400,000			400,000		400,000
KOİYAT PRIMARY SCHOOL		375,923		375,923		375,923
EMDIT PRIMARY SCHOOL		955		955		955
KALYONGWET PRIMARY SCHOOL		1,554		1,554		1,554
CHEMOGOCH PRIMARY SCHOOL		2,311		2,311		2,311
CHEMEGONG PRIMARY SCHOOL		2,475		2,475		2,475
LAITIGO PRIMARY SCHOOL		2,506		2,506		2,506
CHEPKEMEL PRIMARY SCHOOL		2,617		2,617		2,617
KAPCHEBWAI PRIMARY SCHOOL		3,129		3,129		3,129
MINDILILWET PRIMARY SCHOOL		5,335		5,335		5,335
CHEBIRIR PRIMARY SCHOOL		10,574		10,574		10,574

*National Government Constituencies Development Fund (NGCDF)
Sigowet/Soin Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements		comparable basis	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
MAEMBA PRIMARY SCHOOL		23,489		23,489		23,489
KAPLELACH PRIMARY SCHOOL		34,325		34,325		34,325
AINAMOI PRIMARY SCHOOL		34,326		34,326		34,326
SAMISBEI PRIMARY SCHOOL		42,250		42,250		42,250
KAPNYAGITARI PRIMARY SCHOOL		82,485		82,485		82,485
KAPKATET PRIMARY SCHOOL		95,387		95,387		95,387
CHEPKOSA PRIMARY SCHOOL		171,577		171,577		171,577
CHEBETET PRIMARY SCHOOL		206,922		206,922		206,922
BOITO PRIMARY SCHOOL		241,148		241,148		241,148
CHEBIRECH PRIMARY SCHOOL		399,000		399,000		399,000
KAPKONGONI PRIMARY SCHOOL		416,235		416,235		416,235
KIPLEKWA PRIMARY SCHOOL		460,674	1,220,504	1,681,178	1,111,645	569,533
KAMUNGASIA PRIMARY SCHOOL		638,038	2,420,504	3,058,542	1,214,863	1,843,679
NDONYO MARE PRIMARY SCHOOL			1,201,255	1,201,255	790,000	411,255
SISIONIK PRIMARY SCHOOL			2,368,203	2,368,203	1,228,000	1,140,203
ASENWET PRIMARY SCHOOL		4,715	1,220,504	1,225,219	1,120,906	104,313
KAPKEGOI PRIMARY SCHOOL		4,663	1,200,000	1,204,663	466,379	738,284

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
SEGEREK PRIMARY SCHOOL		115	1,220,504	1,220,618	1,216,050	4,568
SIMBAMOO PRIMARY SCHOOL		461,024	3,120,504	3,581,527	1,027,483	2,554,044
SIMBAMOO PRIMARY SCHOOL				-		-
KIPRANYE PRIMARY SCHOOL		615	1,200,000	1,200,615	1,200,000	615
KIPSITET PRIMARY SCHOOL		1,629	1,220,504	1,222,132		1,222,132
KOIRIR PRIMARY SCHOOL		5,621	1,220,504	1,226,125	1,210,310	15,815
KORONGOI PRIMARY SCHOOL			400,000	400,000	400,000	-
KAPNDEGE PRIMARY SCHOOL			3,600,000	3,600,000	3,582,542	17,458
NYALILBUCH PRIMARY SCHOOL			700,000	700,000		700,000
KAMOGON PRIMARY SCHOOL			1,200,000	1,200,000	1,000,000	200,000
KOITABUROT PRIMARY SCHOOL			1,800,000	1,800,000	1,604,051	195,949
KIBUGAT PRIMARY SCHOOL			1,220,504	1,220,504	1,200,000	20,504
VAT REPLACEMENT CQ.NO.10263			17,241	17,241		17,241
KIPKEIYO PRIMARY SCHOOL			1,200,000	1,200,000	565,000	635,000
KORONKOI PRIMARY SCHOOL			400,000	400,000		400,000
Simbamoo Primary School			600,000	600,000	401,261	198,739
Cheramor Secondary School			1,900,000	1,900,000		1,900,000
Sub-total	27,800,000	3,731,616	30,650,728	62,182,344	19,338,490	42,843,854
9.0 Secondary Schools Projects (List all the Projects)						

National Government Constituencies Development Fund (NGCDF)
Sigowet/Soin Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kabore Secondary School	1,500,000			1,500,000		1,500,000
Kamaget Day Secondary School	1,700,000			1,700,000		1,700,000
Kamasega Day Secondary School	3,000,000			3,000,000		3,000,000
Kapkeburu Day Secondary School	1,500,000			1,500,000		1,500,000
Kapkochei Day Secondary School	1,300,000			1,300,000		1,300,000
Kapkormom Day Secondary School	3,000,000			3,000,000		3,000,000
Kapsomboch Secondary School	2,000,000			2,000,000		2,000,000
Kipkok/Maemba Secondary	3,000,000			3,000,000		3,000,000
Koilsir Day Secondary School	1,550,000			1,550,000		1,550,000
Kongerren Day Secondary School	3,000,000			3,000,000		3,000,000
Lelagoi Secondary School	2,000,000			2,000,000		2,000,000
Musaria Secondary School	3,000,000			3,000,000		3,000,000
Sigowet Day Secondary School	3,000,000			3,000,000		3,000,000
Simbi Day Secondary School	3,000,000			3,000,000		3,000,000
St. Thomas Mindililwet secondary school	1,500,000			1,500,000		1,500,000
Tabaita Secondary School	1,500,000			1,500,000		1,500,000
KONGEREN DAY SECONDARY SCHOOL		2,264		2,264		2,264

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements		comparable basis	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
KILEGES DAY SECONDARY SCHOOL		2,405		2,405		2,405
KEJIRIET SECONDARY SCHOOL		2,945	200,000	202,945		202,945
KABOKYEK DAY SECONDARY SCHOOL		13,989		13,989		13,989
KIPTUGUMO DAY SECONDARY SCHOOL		52,928	600,000	652,928		652,928
KIPTERE SECONDARY SCHOOL		97,360		97,360		97,360
KAPSOROK DAY SECONDARY SCHOOL			312,521	312,521		312,521
KAPTALAMWA DAY SECONDARY SCHOOL		432,611	420,000	852,611		852,611
TABAITA SECONDARY SCHOOL				-		-
KOILSIR DAY SECONDARY SCHOOL				-		-
SINGORONIK DAY SECONDARY SCHOOL				-		-
KIPTERE SECONDARY SCHOOL				-		-
KAPCHEBWAI SECONDARY SCHOOL		1,322,345	1,320,000	2,642,345		2,642,345



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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements		comparable basis	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
KAPTALAMWA DAY SECONDARY SCHOOL				-		-
KABOKYEK DAY SECONDARY SCHOOL		13,889	2,883,575	2,897,464	459,580	2,437,884
KIPSITET DAY SECONDARY SCHOOL		5,572	2,400,000	2,405,572	2,302,050	103,522
KIPTUGUMO SECONDARY SCHOOL				-		-
SUMEEK DAY SECONDARY SCHOOL		2,291,279	1,300,000	3,591,279	598,300	2,992,979
IRAA GIRLS HIGH SCHOOL		50,328	1,800,000	1,850,328	1,320,000	530,328
KEJIRIET SECONDARY SCHOOL				-		-
NGENY KOIBOROT MIXED DAY SECONDARY SCHOOL		2,610,990	2,400,000	5,010,990	3,557,578	1,453,412
KAPTEBENGWO DAY SECONDARY SCHOOL			2,400,000	2,400,000	851,145	1,548,855
SONDU SECONDARY SCHOOL			2,009,803	2,009,803	2,008,251	1,552
ITIBET SECONDARY SCHOOL				-		-
KAPKORMOM DAY SECONDARY SCHOOL			250,000	250,000	108,000	142,000
VAT-REP-CQ.NO.10264			17,241	17,241	2,050	15,191

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	35,550,000	6,898,905	18,313,140	60,762,045	11,206,954	49,555,091
10.0 Tertiary institutions Projects (List all the Projects)						
Kenya Water Institute Soliat	2,000,000			2,000,000		2,000,000
KMTC Sigowet Campus			1,870,000	1,870,000	1,769,280	100,720
Soin Technical Training Institute			10,000,000	10,000,000	9,600,000	400,000
Sub-total	2,000,000	-	11,870,000	13,870,000	11,369,280	2,500,720
11.0 Security Projects						
Assistant County Commissioners Office-Sigowet	700,000			700,000		700,000
Assistant Chiefs office Kapkochei	1,500,000			1,500,000		1,500,000
DCC Office-chepkemel	2,500,000			2,500,000		2,500,000
DCC Office-chepkemel	3,000,000			3,000,000		3,000,000
Sigowet Police Station	2,500,000			2,500,000		2,500,000
Kiptere Acc Office	500,000			500,000	464,507	35,493
Sondu Police Station	1,500,000			1,500,000	1,291,683	208,317
Tabaita Assistant Chief's Office	400,000			400,000		400,000
MINDILILWET ASSISTANT CHIEF'S OFFICE		5,335	400,000	405,335	397,000	8,335

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		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
SIMBAMOO ASSISTANT CHIEF'S OFFICE		-	400,000	400,000	400,000	-
TABAITA CHIEFS OFFICE		643	400,000	400,643	400,000	643
KAPKEBURU ASSISTANT CHIEFS OFFICE		2,474	400,000	402,474	-	402,474
E.STARLAND CONTRACTORS(DEPUTY COUNTY COMMISSIONER'S OFFICE)- CHEPKEMEL			827,176	827,176	827,176	-
E.STARLAND CONTRACTORS-SIGOWET SOIN OFFICES			449,996	449,996	326,466	123,530
Sub-total	12,600,000	8,452	2,877,172	15,485,624	4,106,832	11,378,792
12.0 Acquisition of assets						
12.1 Motor Vehicles (including motorbikes)			-	-		-
12.2 Purchase of furniture and fittings				-		-
12.2 Construction of CDF office				-		-
12.3.Constrution of Gate & perimeter Wall				-		-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
12.3.Contrsution of car Port				-		-
Sub-total	-	-	-	-	-	-
13.0 Others						
Others- Gate						
Sports			300,000	300,000	300,000	-
strategic Plan			1,750,000	1,750,000	1,750,000	-
Sub-total	-	-	2,050,000	2,050,000	2,050,000	-
Funds pending approval**				-		-
unapproved projects				-		-
AiA				-		-
Sub-total	-	11,000	-	-	-	-
Total	170,469,857	13,124,891	67,578,253	251,162,001	134,255,082	116,906,919

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

17. Notes to the Financial Statements

1. General information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established by and derives its authority and accountability from the NG-CDF Act 2015 (amended 2023). The NG-CDF is wholly owned by the Government of Kenya and is domiciled in Kenya. The NG-CDF Sigowet/Soin Constituency principal activity is Executing national government functions at the constituency

2. Statement of Compliance and Basis of Preparation

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

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

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

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

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

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

3. Adoption of New and Revised Standards

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash-flows of an Entity. The new standard requires entities to recognize, measure and present information on right of use assets and lease liabilities. Not Applicable
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. Not Applicable
IPSAS 45: Property Plant	<i>Applicable 1st January 2025</i>

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

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

Standard	Effective date and impact:
	Not Applicable

iii. Early adoption of standards

The Entity did not early – adopt any new or amended standards in the financial year.

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

The original budget was approved by Parliament on 10 June 2024 for the period 1st July 2024 to 30th June 2025 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

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

c) Property, plant and equipment

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

d) Leases

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

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

e) Intangible assets

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

f) Financial instruments

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

a) Financial assets

Classification of financial assets

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

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ KCB

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

Trade and other receivables

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

Fair value through surplus or deficit

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

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/KCB. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in *Note 2*

b) Financial liabilities

Classification

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

g) Inventories

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

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

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

operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the *Entity*.

h) Provisions

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

i) Social Benefits

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

j) Contingent liabilities

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

k) Contingent assets

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

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

l) Employee benefits

Retirement benefit plans

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

m) Foreign currency transactions

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

n) Related parties

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

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

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6. Transfers from the NGCDF Board

Description	<i>FY 2024/2025</i>
	Kshs
NGCDFB Transfers (Allocation for the FY)	170,469,857
Total	170,469,857

7. Transfers from domestic and foreign partners

Description	<i>FY 2024/2025</i>
	Kshs
Grants	-
Total	-

8. Finance income

Description	<i>FY 2024/2025</i>
	Kshs
Interest Income on Bank Deposits	-
Total	-

9. Miscellaneous income

	<i>FY 2024/2025</i>
	Kshs
Rental Income	-
Income from sale of tenders	11,000
Hire of plant/equipment/facilities	-
Other Income Not Classified Elsewhere (<i>specify</i>)	-
Total	11,000

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10. Employees cost

Description	Period ended June 2025
	Kshs
NG-CDFC Basic staff salaries	3,234,116
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	-
Leave allowance	-
Gratuity to contractual employees	1,790,216
Employer Contributions Compulsory national social security schemes	193,996
Employer Contributions Compulsory Housing levy	51,628
Employer contributions to National Industrial Training Authority	6,000
Other Specify	-
Total	5,275,955

11. Committee Expenses

	FY 2024/2025
	Kshs
Sitting allowance	4,173,600
Other Committee expenses	2,404,700
Total	6,578,300



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12. Use of Goods and services

Description	Period ended June 2025
	Kshs
Utilities, supplies and services	18,900
Communication, supplies and services	71,200
Domestic travel and subsistence	-
Printing, advertising and information supplies & services	-
Office Rent	-
Training expenses	274,000
Hospitality supplies and services	-
Insurance costs	-
Specialized materials and services	-
Office and general supplies and services	275,000
Fuel, oil & lubricants	950,000
Bank Charges	42,794
Routine maintenance – vehicles and other transport equipment	91,250
Routine maintenance – other assets	-
Strategic plan expenses	1,750,000
Other operating expenses	-
Total	3,473,144

13. Other Government Units Actual expenditure

Description	FY 2024/2025
	Kshs
Primary Schools Actual expenditure	19,338,490
Secondary Schools Actual expenditure	11,206,954
Tertiary Institutions Actual expenditure	11,369,280
Total	41,914,724

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14. Other Grants and transfers Actual expenditure

Description	Period ended June 2025
	Kshs
Bursary – secondary schools	65,085,400
Bursary – tertiary institutions	3,792,570
Bursary – special schools	-
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual Expenditure	4,106,832
Climate change mitigation projects	332,319
Emergency projects Actual Expenditure	5,186,053
Roads projects	300,000
Others specify	-
Total	78,803,174

15. Depreciation and Amortization Expenses

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

16. Digital Hubs Expenses

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

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17. Gain/loss on Sale of Assets

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

18. Impairment Loss

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

19. Cash and Cash Equivalents

Name Of Bank and Account No.	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
<i>Cooperative Bank, Kericho Branch. Account no. 01141529703100 (Operations account)</i>	37,740,344	7,954,261
<i>Operations account pending closure (Indicate name & account no.)</i>	-	-
<i>Cooperative Bank, Kericho Branch Account No. 01101658672011 (Deposit account)</i>	1,790,216	-
<i>Cooperative Bank, Kericho Branch. (PMC's Accounts)</i>	48,917,503	5,159,630
Total	88,448,062	13,113,891

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20. Receivables from Exchange Transactions

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

i. Ageing Analysis for Receivables

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

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21. Receivables from Non-Exchange Transactions

Description	FY 2024/2025		Opening Statement 1 st July 2025	
	Kshs		Kshs	
Transfers from NGCDFB	28,469,857		67,578,253	
Outstanding imprest	-		-	
Total	28,469,857		67,578,253	
Ageing Analysis- Receivables from non-exchange transactions	FY 2024/2025	% of the total	Opening Balance	% of the total
Less than 1 year	28,469,857	100%	67,578,253	100%
Between 1- 2 years	-	0%	-	0%
Between 2-3 years	-	0%	-	0%
Over 3 years	-	0%	-	0%
Total (a+b)	28,469,857	100%	67,578,253	100%

22. Prepayments

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

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23. Property, Plant and Equipment

	Land	Buildings	Motor vehicles	Infrastructure assets	Furniture and fittings	Computers & ICT Equipment	Work in progress	Service concession assets	Total
Depreciation Rate		10%	0	20%	12.50%	30.00%			
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1 st July 2024	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	-	-	-	-
Depreciation And Impairment	-	-	-	-	-	-	-	-	-
Opening bal accumulated depreciation 1st July 2024	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	-	-	-	-
Net Book Values	-	-	-	-	-	-	-	-	-
Opening Bal as at 1 st July 2024	-	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	-	-	-	-

Valuation

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

22 b) Property, Plant and Equipment at Cost

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

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

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

	Cost or valuation	Normal annual depreciation charge
Plant and Machinery	-	-
Motor Vehicles including Motorcycles	-	-
Computers and Related Equipment	-	-
Office Equipment, Furniture and Fittings	-	0
Total	-	0

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24. Intangible Assets

Description	Period ended June 2025	Opening Statement ^{1st} July 2024
	Kshs	Kshs
Cost		
Opening balance at the beginning of the Period	-	-
Additions	-	-
Disposal	-	-
At end of the Period	-	-
Additions–internal development	-	-
Disposal	-	-
At end of the Period	-	-
Amortization and impairment		
At beginning of the Period	-	-
Amortization	-	-
At end of the Period	-	-
Impairment loss	-	-
At end of the Period	-	-
NBV	-	-

25. Right-of use assets

Description	<i>Buildings</i>	Motor vehicles	<i>Plant and equipment</i>	<i>Total</i>
	Kshs	Kshs	Kshs	Kshs
Cost				
As at 1 July 2024	-	-	-	-
Additions	-	-	-	-
As at 30 Sept/Dec/ March/June 2024	-	-	-	-
Accumulated Depreciation				
As at 1 July 2024	-	-	-	-
Charge for the year	-	-	-	-
As at 30 Sept/Dec/ March/June 2024	-	-	-	-
Carrying Amount				
As at 30 Sept/Dec/ March/June 2025	-	-	-	-



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26. Trade and Other Payables

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

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27. Third-Party deposits

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

Retentions aging analysis.

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

28. Lease Liabilities

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

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Maturity Analysis

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

Analysed as:

Description	Amount
Current	-
Non- Current	-
Total	-

29. Gratuity Provision

Description	Period ended June 2025	Opening Statement <i>1st July 2025</i>
	Kshs	Kshs
Gratuity at the beginning of the period (A)	756,852	
Gratuity held during the period (B)	1,790,216	756,852
Gratuity paid during the period (C)	-	-
Total Gratuity provision as at period 2025 D=(A+B-C)	2,547,068	756,852

30. Cash Generated from Operations

	<i>Period ended June 2025</i>
	Kshs
Surplus for the period before tax	34,435,559
Adjusted for:	
Depreciation	-
Non-cash grants received	-
Contributed assets	-
Impairment	-
Gains and losses on disposal of assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
Working capital adjustments	
Changes in inventory	-
Changes in receivables	(39,108,396)
Changes in deferred income	-
Changes in Third party deposits	-
Changes in gratuity provision	(1,790,216)
Changes in payments received in advance	-
Net cash flow from operating activities	75,334,171

31. Financial Risk Management

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

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i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June (FY 2024/2025)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	28,469,857	28,469,857	-	-
Bank balances	37,740,344	37,740,344	-	-
Total	66,210,201	66,210,201	-	-
As at 30 June (FY 2023/2024)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	67,578,253	67,578,253	-	-
Bank balances	7,954,261	7,954,261	-	-
Total	75,532,514	75,532,514	-	-

Financial Risk Management

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

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June (FY 2024/2025)				
Trade payables	-	-	-	-
Current poportion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	1,790,216	1,790,216
Total	-	-	1,790,216	1,790,216
As at 30th June (FY 2023/2024)	-	-	-	-
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-



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

iii) Market risk

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

a) Foreign currency risk

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



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FY 2024/2025

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30 th June (FY 2024/2025)	N/A		
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities	-	-	-
Trade And Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Foreign currency sensitivity analysis

FY 2024/2025

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30 th June (FY 2024/2025)	N/A		
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities	-	-	-
Trade And Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Financial Risk Management

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

Description	Change in currency rate	Effect on Profit before tax	Effect on KCB/Net assets
	Kshs	Kshs	Kshs
FY 2024/2025	N/A		
Euro	10%	-	-
USD	10%	-	-
Previous FY		-	-
Euro	10%	-	-
USD	10%	-	-

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

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

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

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

Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 June (FY 2024/2025)	N/A			
Financial Assets				
Quoted KCB Investments	-	-	-	-
Non- Financial Assets				
Investment Property	-	-	-	-
Land And Buildings	-	-	-	-
Total	-	-	-	-
As at 30 th June (FY 2023/2024)				
Financial Assets				
Quoted KCB Investments	-	-	-	-
Non- Financial Assets				

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Investment Property	-	-	-	-
Land And Buildings	-	-	-	-
Total	-	-	-	-

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

iv) Capital Risk Management

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

Description	FY 2024/2025	<i>Opening Statement 1st July 2025</i>
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	114,370,851.26	79,935,292.14
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	(88,448,062)	(13,113,891)
Net Debt/(Excess Cash And Cash Equivalentents)	25,922,789	66,821,401
Gearing	-%	-%

32. Related Party Disclosures

	FY 2024/2025	Opening Statement 1 st July 2025
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	4,173,600	1,299,000
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	209,578,253	173,315,033
Total	213,751,853	174,614,033

33. Segment Information

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

34. Contingent Assets and Contingent Liabilities

Contingent Assets

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

Contingent Liabilities

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

35. Capital Commitments

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

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

36. Events after the Reporting Period

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

37. Ultimate And Holding Entity

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

38. Currency

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

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18. Annexes
Annex 1: Summary of Asset Register

Asset class	Historical Cost/valuation cost balance brought forward (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	829,246	-	-	829,246
Buildings and structures	534,900			534,900
Transport equipment	4,970,315			4,970,315
Office equipment, furniture, and fittings	1,929,246			1,929,246
ICT Equipment and Other ICT Assets	534,900			534,900
Other Machinery and Equipment	4,970,315			4,970,315
Intangible assets				
Total	13,768,922	-	-	13,768,922



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

PMC	Bank	Account number	Bank Balance	Opening Statement 1 st July 2024
			Current period	
KAPKEGOI PRIMARY SCHOOL	KCB	1122730462	123,018	4,663
KAPNDEGE PRIMARY SCHOOL	COOPERATIVE	1139604009400	17,458	
KIPSITET PRIMARY SCHOOL	COOPERATIVE	1139604363100	1,629	1,125
NYALILBUCH PRIMARY SCHOOL	COOPERATIVE	1139753771600	700,000	
KAMOGON PRIMARY SCHOOL	COOPERATIVE	1139603473800	1,200,000	
KOITABUROT PRIMARY SCHOOL	COOPERATIVE	1139603326000	1,800,000	
KIBUGAT PRIMARY SCHOOL	KCB	1210838796	6,423	782
KOİYAT PRIMARY SCHOOL	COOPERATIVE	1129529978200	1,192,136	375,683
KIPLEKWA PRIMARY SCHOOL	COOPERATIVE	1139603473800	1,300,951	8,448
KAMUNGASIA PRIMARY SCHOOL	KCB	113960423800	137,635	38,038
KOIRIR PRIMARY SCHOOL	KCB	1178153312	1,959,746	5,621
SEGEREK PRIMARY SCHOOL	COOPERATIVE	1139603326000	11,308	1,115
AENWET PRIMARY SCHOOL	COOPERATIVE	1139753734400	7,431	2,978
SIMBAMOO PRIMARY SCHOOL	KCB	1161714278	2,205,128	112,108
KIPKEIYO PRIMARY SCHOOL)	COOPERATIVE	1139604512500	1,200,000	
KIPRANYE PRIMARY SCHOOL)	COOPERATIVE	1139603695601	615	615
KORONKOI PRIMARY SCHOOL	COOPERATIVE	1139603473800	400,000	
CHEBARAN PRIMARY SCHOOL	COOPERATIVE	1139077743200	912,222	12,222
CHEMANGAT PRIMARY SCHOOL	KCB	120952877	1,300,000	
CHEPKEMEL PRIMARY SCHOOL	COOPERATIVE	1139430186300	2,617	2,617
CHEPTAGUM PRIMARY SCHOOL	COOPERATIVE	1139753390100	1,001,223	1,223
IRAA PRIMARY SCHOOL	COOPERATIVE	1139604003900	1,502,383	2,383
KABASWETI PRIMARY SCHOOL	COOPERATIVE	1139053675500	1,301,558	1,558
KAKIBEI PRIMARY SCHOOL	COOPERATIVE	1139604974700	1,002,669	2,669
KAMOLOK PRIMARY SCHOOL	COOPERATIVE	1139603724900	750,000	

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PMC	Bank	Account number	Bank Balance	Opening Statement 1 st July 2024
			Current period	
KAPKATET PRIMARY SCHOOL	COOPERATIVE	1139604003900	398,739	
KAPLELWO PRIMARY SCHOOL	COOPERATIVE	1139604103500	500,221	221
KIPSAMOI PRIMARY SCHOOL	COOPERATIVE	1129529978200	1,300,000	
KOIYABEI PRIMARY SCHOOL	COOPERATIVE	1139077743200	750,000	
SIMOTWET PRIMARY SCHOOL	COOPERATIVE	1109604349100	738,940	3,940
SOMBICHO PRIMARY SCHOOL	COOPERATIVE	1139603740500	750,000	
TONONGOI PRIMARY SCHOOL	COOPERATIVE	1139336255501	400,000	
SECONDARY SCHOOL PROJECTS	COOPERATIVE	1139604103500		
KAPCHEBWAI SECONDARY SCHOOL	COOPERATIVE	1022225675700	2,345	2,345
KAPTALAMWA DAY SECONDARY SCHOOL	COOPERATIVE	1022222127800	395,031	434,611
KIPTUGUMO SECONDARY SCHOOL	COOPERATIVE	1139604983900	54,628	52,928
KEJIRIET SECONDARY SCHOOL	COOPERATIVE	1139053309701	1,800	652,945
KAPTEBENGWO DAY SECONDARY SCHOOL	COOPERATIVE	1109604771700	100,506	2,556
KIPSITET DAY SECONDARY SCHOOL	KCB	1287191428	2,400,000	
SUMEEK DAY SECONDARY SCHOOL	KCB	1022226675700	33,701	2,291,279
NGENY KOIBOROT SECONDARY SCHOOL	KCB	1172506736	2,608,940	210,990
SONDU SECONDARY SCHOOL)	KCB	1285199148	2,009,803	
ITIBET SECONDARY SCHOOL	KCB	1204299099	292,235	6,235
KAPKORMOM DAY SECONDARY SCHOOL	COOPERATIVE	1139603724900	250,000	
IRAA GIRLS HIGH SCHOOL	KCB	1210878380	1,850,328	50,328
KABOKYEK DAY SECONDARY SCHOOL	KCB	1172506736	888,954	13,630
CHERAMOR SECONDARY SCHOOL	COOPERATIVE	1139603897500	2,035,972	243,972
TABAITA SECONDARY SCHOOL	KCB	1278886168	1,500,000	
ST. THOMAS MINDILILET SECONDARY SCHOOL	KCB	1286847842	1,501,669	1,669
SIGOWET DAY SECONDARY SCHOOL	COOPERATIVE	1141645483000	3,563,131	563,131
KOILSIR SECONDARY SCHOOL	COOPERATIVE	1022218583500	1,550,000	

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PMC	Bank	Account number	Bank Balance	Opening Statement 1 st July 2024
			Current period	
TERTIARY INSTITUTION PROJECTS	KCB	1322056366	400,000	
SOIN TECHNICAL TRAINING INSTITUTE	KCB	1278886168	148,039	
KMTC SIGOWET	KCB	11417536400	8,000	47,319
SIMBAMOO ASSISTANT CHIEF'S OFFICE	COOPERATIVE	1139753802000	215	
MINDILILWET ASSISTANT CHIEF'S OFFICE	COOPERATIVE	1139753734400	402,474	5,215
TABAITA CHIEFS OFFICE	COOPERATIVE	1139604512500	208,317	
KAPKEBURU ASSISTANT CHIEF'S OFFICE	COOPERATIVE	1139603695601	700,000	2,474
SONDU POLICE STATION-CO-OP BANK	COOPERATIVE	1139603473800	73,534	
ASSISTANT COUNTY COMMISSIONER'S OFFICE- SIGOWET	COOPERATIVE	1139077743200	180,223	
TABAITA ASSISTANT CHIEF'S OFFICE	KCB	120952877	11,222	
CHEMENGONG PRIMARY SCHOOL	COOPERATIVE	1139430186300	76,236	
KIPTERE PRIMARY SCHOOL	COOPERATIVE	1139753390100	362,400	
SINGORONIK PRIMARY SCHOOL	COOPERATIVE	1139604003900	14,562	
SIMBI PRIMARY SCHOOL	COOPERATIVE	1139053675500	55,000	
MWEBE PRIMARY SCHOOL	COOPERATIVE	1139604974700	265,500	
CHEBARAN PRIMARY SCHOOL	COOPERATIVE	1139603724900	54,692	
(KIPSITET PRIMARY SCHOOL)	COOPERATIVE	1139604003900	44,000	
Total			48,917,503	5,159,630

National Government Constituencies Development Fund (NGCDF)

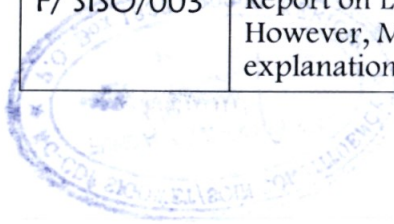
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Annex 3: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/NGCD F/ SISO/001	<p>Basis of Opinion Unsupported Project Management Committee Bank Balances Note 19,4 to the financial statements reflects Project Management Committees(PMC) account balances totalling Kshs.24,927,085 held in 100 PMC bank accounts as further disclosed in Annex 5 to the financial statements.However, cash books, certificate of bank balances and bank reconciliation in support of the project Management Committee(PMC) account balances were not provided. Further, the PMC bank balances have not been transferred to the constituency account.This was contrary to section 12(8) of the National Government Constituencies Development fund Act, 2015 which states that unutilized funds of the project Management Committee shall be returned to the constituency account.</p> <p>In the circumstance, the accuracy and completeness and existence of the Project Management Committees account balances totalling Kshs.24,927,085 could not be confirmed.</p>	Bank Certificates availed to the auditor for review	Not yet Resolved	Awaiting DFAC dates
OAG/NGCD F/ SISO/003	<p>Unresolved Prior Year Matters In audit reports of previous year, six (6) issues were raised under the Report on Financial Statements, Emphasis of Matter, Other Matter, and Report on Lawfulness and Effectiveness in use of Public Resources. However, Management has not resolved the issues or given any explanation for failure to resolve the issues.</p>	Awaiting DFAC appearances	Not yet Resolved	Awaiting DFAC dates



National Government Constituencies Development Fund (NGCDF)

Signature of Constituency

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Name of Fund Account Manager.