


REPUBLIC OF KENYA



PARLIAMENT
OF KENYA
LIBRARY

 THE NATIONAL ASSEMBLY PAPERS LAID	
REPORT	
DATE: 11 FEB 2026	
DAY: Wednesday	
TABLED BY:	Hon. (Dr.) Robert Pukose
OF	on behalf of Leader of Majority
CLERK-AT THE-TABLE:	Lenale

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
TURKANA WEST CONSTITUENCY**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

TURKANA WEST CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025**

Transitional International Public Sector Accounting Standards (IPSAS) Financial Statements

Table of Contents	Page
1. Acronyms and Definition of Key Terms.....	ii
2. Key Constituency Information and Management	iii
3. NGCDF Committee	ix
4. NG-CDFC Chairman’s Report.....	xii
5. Statement Of Performance Against Predetermined Objectives for FY 2024/2025	xix
6. Governance Statement.....	xxi
7. Management Discussion and Analysis.....	xxiv
8. Environmental and Sustainability Reporting.....	xxviii
9. Statement Of Management Responsibilities.....	xxxiii
10. Report Of the Independent Auditor on the NGCDF- Turkana West Constituency.....	xxxv
11. Statement of Financial Performance for the Year Ended 30th June 2025	1
12. Statement Of Financial Position As At 30th June, 2025	2
13. Statement of Changes in Net Assets for the year ended 30 June 2025.....	4
Note:.....	4
14. Statement Of Cash Flows for The Year Ended 30th June 2025	5
15. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025	6
16. Budget Execution by Sectors And Projects For The Year Ended 30 th June 2025	10
17. Notes to the Financial Statements.....	25
18. Annexes	66

1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

(This list is an indication of the common acronyms and abbreviations; the Entity should include all from the annual report and financial statements prepared)

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

- 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

National Government Constituencies Development Fund (NGCDF)

Turkana West Constituency

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

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 Turkana west Constituency's day-to-day management is under the following key organs:

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

Fiduciary Management

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

No	Designation	Name
1.	AIE holder	Bethwel Lokatoi
2.	National Sub-County Accountant	Joel Kamurutu Waweru
3.	Chairman NGCDFC	Thomas Echapan Nakong
4.	Member NGCDFC	Margaret Nakaina
5.	Member NG CDFC	Fatuma Nimo Abdi

(c) Fiduciary Oversight Arrangements

The Audit Committee of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF 2025 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.

(a) Turkana West Constituency NGCDF Headquarters

P.O. Box 14-30501 Kakuma
Opposite RAS office, Kakuma

(b) TURKANA WEST Constituency NGCDF Contacts

Telephone: (254) 794 789163
E-mail: cdfturkanawest@ngcdf.go.ke
Website: www.go.ke
P.O. Box 14-30501 Kakuma
Opposite RAS office, Kakuma

(c) TURKANA WEST Constituency NGCDF Contacts

Telephone: (254) 794 789163
E-mail: cdfturkanawest@ngcdf.go.ke
Website: www.go.ke

(d) NGCDF Turkana West Constituency Bankers

1. Operations account
Equity, Kakuma Branch
Turkana West NGCDF,
AccountNo.09902611750094
2. Deposit account
Turkana West NGCDF
Account no. 1650285451923
3. (PMC Accounts)
*Equity bank ltd,
Kakuma branch*

(e) Independent Auditor

Auditor General
Office of the Auditor General

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


Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(f) Principal Legal Adviser








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

3. NGCDF Committee



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

Name	Details
Name	Details
 <i>Thomas Nakong Echapan- Chairperson</i>	07/10/1983 BCOM, SCM, Procurement Option, Dip tech in Building Construction and 10 Years of work experience

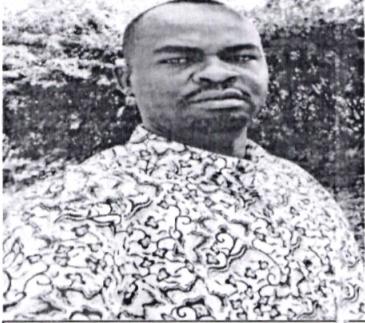
National Government Constituencies Development Fund (NGCDF)
Turkana West Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

 <i>Lotom Gabriel Ekamais Secretary</i>	01/01/1996 B.A (Anthropology), Certified M&E 4 years of Work Experience
 <i>Margaret Nakaina Ekure Member</i>	20/4/1983 Diploma In Social Work and 10 Years of Work Experience
 <i>Fatuma Nimo Abdi</i> <i>Member</i>	26/02/1996 Diploma in Public Relations and 3 Years of Work Experience
 <i>Antony Lowoto Etitipu</i> <i>Member</i>	24/02/1994 Diploma In Social Work and 4 years of Work experience
 <i>Zipporah Lokere Adung: Member</i>	26/08/1994 Diploma in community Health and Development And 5 Years of work experience
 <i>Bishop John Eyanae Member</i>	26/06/1976 Diploma in Theology And 25 Years of work experience
 <i>Ps Jonathan Etoot PWD Member</i>	20/05/1984 Degree in Biblical studies and Community Development And 12 Years of work Experience

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

 <p><i>John Kennedy</i></p>	<p>10/6/1970 M.A Political Science, Diploma in Human Resource Management, and 18 Years of Experience in public service Deputy County Commissioner</p>
<p>Fund Account Manager</p>  <p>Bethwel Lokatoi FAM</p>	<p>12-01-1990</p> <ol style="list-style-type: none"> 1. Bachelor in Business Information Technology-Systems Engineering, 2. MBA (Finance & Accounting Option) 3. Certified Public & Chartered Accountant, 4. Bachelor of Laws-Ongoing <p>Over 10 years experience in financial management, funds & grants management, procurement, Audit management, budget preparation and management, Human resources management, business growth and development managemen, field finance reporting, Systems and controls, Entrepreneurship, SMEs, financial accounting</p>

4. NG-CDFC Chairman's Report



MR. THOMAS ECHAPAN NAKONG
CHAIRPERSON
NG-CDFC TURKANA WEST

On behalf of TURKANA WEST NG-CDF Committee and staff, I am profoundly glad in presenting the FY 2024/2025 annual report and financial statements for the fund.

TURKANA WEST NG-CDF committee continued to discharge its core mandate in prudent, transparent and accountable management of the fund, considering projects proposals as proposed by the residents of TURKANA WEST constituency and ensure that all approved projects meet the requirements of sec 24 of the NG-CDF Act 2015, Capacity building of the project management committees (Pmc`s), monitoring and evaluation of the funded projects. As per the provisions of the NGCDF Act 2015(as amended in 2016), this was achieved mainly through timely disbursement of received funds to the project management committees (Pmc), projects monitoring and regular ngcdf committee meetings.

TURKANA WEST NG-CDF committee registered exemplary performance in the year under review as demonstrated by implementation of projects, programmes and activities in the sectors of Education, security and environment which fall within the mandate of the Fund established by the NGCDF ACT 2015(as amended in 2016).

The fund augmented the national government`s infrastructure development in education sector through construction, renovation and equipping of schools.

In detail, NG-CDF TURKANA WEST has been able to achieve the following during the financial year;

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

A total of 39 classrooms, 1 dormitories, 1 laboratories, 1 administration blocks, dining halls, and 12 toilet blocks were constructed and or renovated through the allocation to the fund.

The fund's contribution towards education infrastructure across the constituency supported the 100% government transition policy. TURKANA WEST NG-CDF committee also funded the construction of Kakuma administration police office in the year which have enhanced security in the constituency.

This report and financial statement represents the financial position of Turkana West constituency for the financial year 2024/25. It reflects the receipts from the Board as well as the expenditures incurred during the financial year.

I wish to make the following remarks; a).

Year Performance

During the financial year 2024/2025 Turkana West NG- CDF was able to achieve the following comparative performance in various sectors

A). Budget Performance

In the financial year 2024/2025 NG-CDF TURKANA WEST budget performance against actual amounts for current year based on economic classification and programmes, was very impressive due to timely disbursement of funds to the constituency by the NG-CDF BOARD.

In the financial year ended June 30th, 2025, NG-CDF TURKANA WEST had a cumulative approved budget of Ksh 294,403,026 and Kshs. 246,016,876 was disbursed to the constituency by the NGCDF Board within the financial year.

NG-CDF TURKANA WEST disbursed the received funds as follows:

Kshs. 80,435,554 was disbursed to various schools and other government agencies for implementation of the approved projects.

Kshs. 53,305,989 was issued as bursaries to needy students in the constituency.

Kshs. 16,765,072 was used in payment of NG-CDF committee allowances, monitoring, evaluation, use of goods and services and other administration expenses.

Kshs. 3,139,846 was used in payment of NG-CDFC staff salaries and gratuity.

Kshs. 8,643,035 was used to fund emergency occurrences in the constituency.

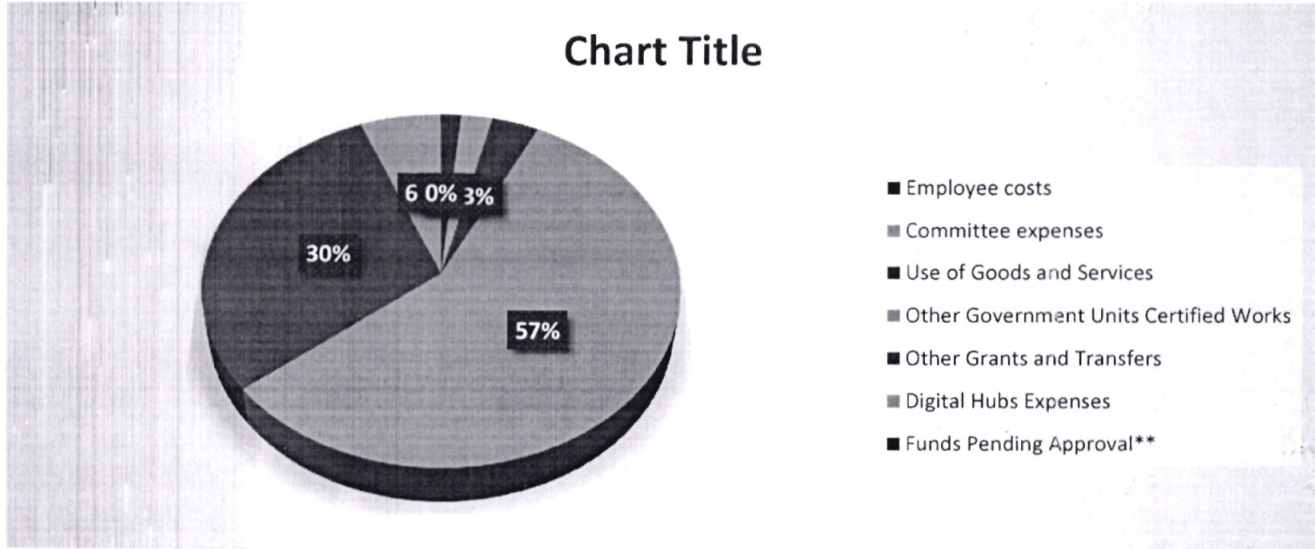
Kshs. 7,266,001 was used for Digital Hubs actual Expenditure

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

Receipt/Expense Item	Final Budget	Total expenditure	Budget Utilisation Difference	% of Utilisation
Employee costs	4,365,617	3,049,787	1,315,830	70%
Committee expenses	6,740,129	6,617,042	123,087	98%
Use of Goods and Services	10,228,433	10,148,030	80,403	99%
Other Government Units Certified Works	167,888,350	70,401,354	97,486,996	42%
Other Grants and Transfers	87,486,495	71,983,224	15,503,271	82%
Digital Hubs Expenses	17,574,001	7,266,001	10,308,000	41%
Funds Pending Approval**	120,000	0	120,000	0
TOTAL	294,403,025	169,465,438	124,937,587	58%

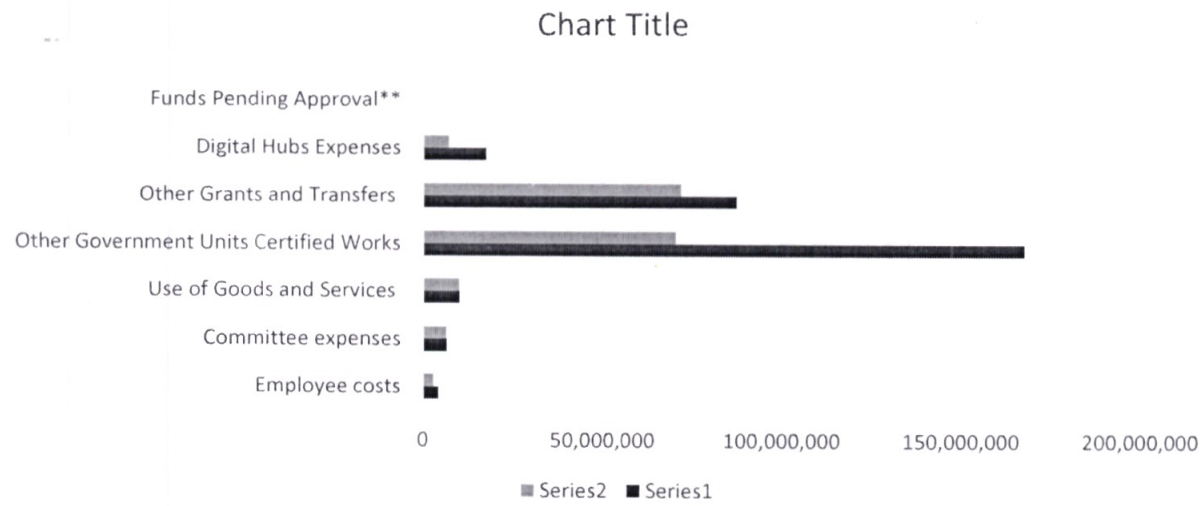
The original budget and the allocation per sector is as indicated on the pie chart below;

FINAL BUDGET



The actual expenditure during the financial year is as shown below against the Budget;

BUDGET VS EXPENDITURE



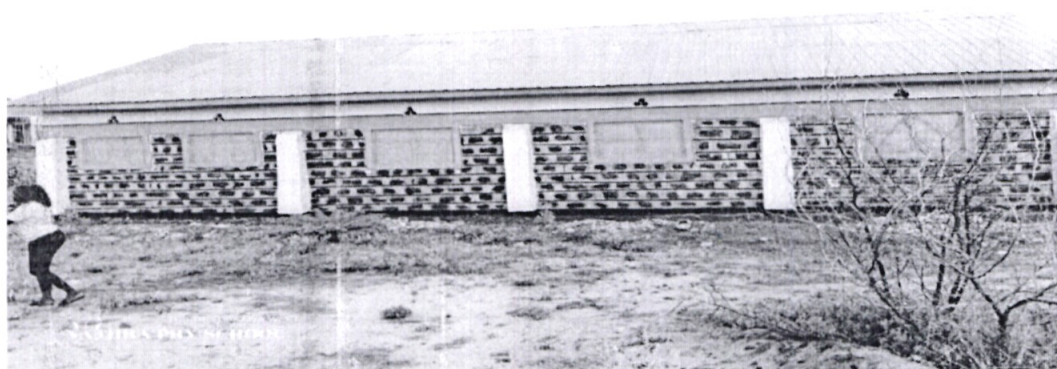
**National Government Constituencies Development Fund (NGCDF)
Turkana West Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025**

Herein attached are pictorials to depict successful projects undertaken during the year.

NG-CDFTURKANA WEST was able to achieve the following the following key activities during;

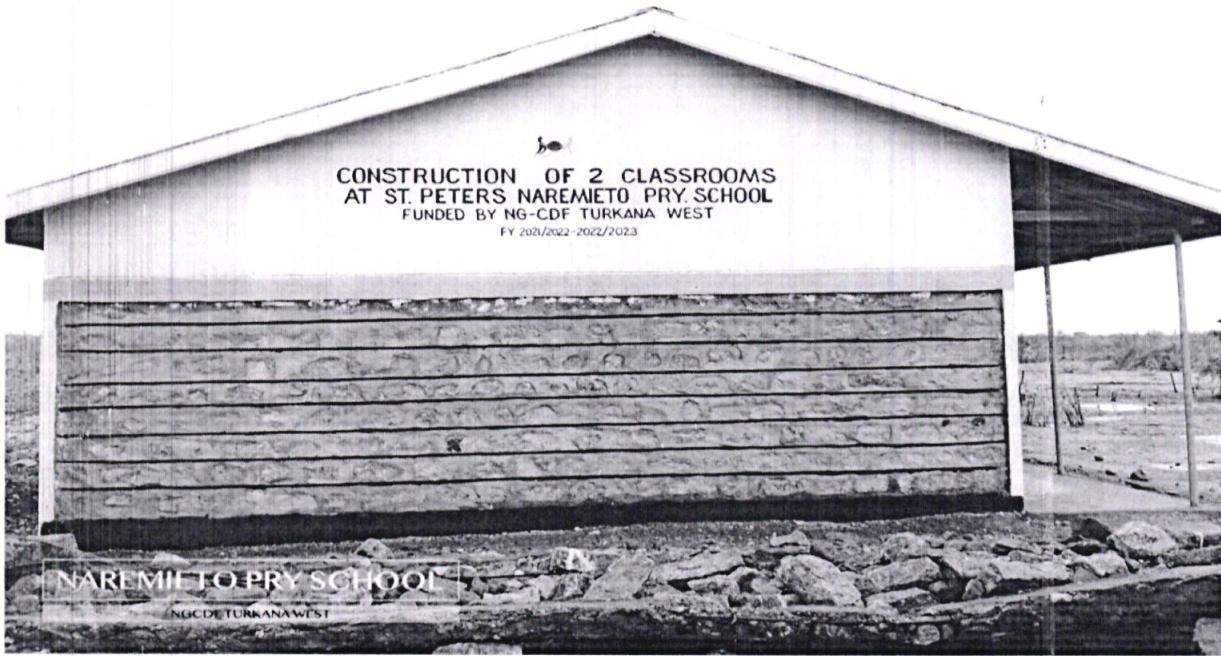
NG-CDFTurkanaWestwasabletoachievethefollowingthefollowingkeyactivitiesduring;

1. Natiira primary school; Construction to completion of modern laboratory; furnish with 50 stools, install electricity and plumbing works as specified in the BQ and engineer drawing.



2. Naremieto primary school;

Construction to completion of 1 block 2 unit's classrooms; Furnish with 50 desks



B). Emerging issues related to NG-CDF in TURKANA WEST Constituency are:

- ❖ Education, Security, Sports, Environment, Water and Roads sectors almost entirely depend on NG-CDF on infrastructure development.
- ❖ Prioritization of projects to fund is becoming more difficult due to the numerous high impacts and deserving projects being proposed by the residents.
- ❖ Increase in population is piling pressure on NG-CDF to allocate more funds to various development infrastructures to cater for the residents.
- ❖ There's a growing Need to compete with the county government in infrastructure development to justify the long existence of NG-CDF.

C). NG-CDF Implementation challenges in TURKANA WEST Constituency are:

- ❖ Overdependence on the fund by the public and National government functions on all development related needs.

(To overcome this, NG-CDF TURKANA WEST Committee employs public participation at the ward level in Identification of priority projects for funding and bursary beneficiaries within the constituency).

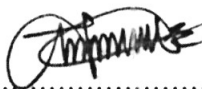
- ❖ Funds disbursement from the board is untimely and unpredictable leading to delays in execution of budgets occasioning unnecessary budgetary adjustments and delays in the implementation of approved projects.

(NG-CDF TURKANA WEST committee continues to work with the board to facilitate timely disbursement of funds and will endeavour to disburse funds to the project management committees (PMC`s) as soon as it receives).

- ❖ Many projects are allocated funds (thinly spread projects)- leading to projects receiving insufficient funds

(To overcome this challenge, NG-CDF TURKANA WEST is focusing on allocating enough funds to complete the project within at most 2 years).

Through my leadership, NG-CDFC Turkana West constituency will endeavour to fulfil its mandate when funds are disbursed and monitoring of projects funds as per the guide lines of the NG-CDF ACT2015andNGCDFRegulations2016



.....
ECHAPAN THCMAS NAKONG

CHAIRMAN NGCDF COMMITTEE

5. Statement Of Performance Against Predetermined Objectives for FY 2024/2025

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 **TURKANA WEST Constituency 2024-2025** plan are to:

- a) Increased transition rate from primary Schools to secondary schools and from secondary school to tertiary through award of bursary to the needy and deserving cases ensuring their smooth learning as well as improved performance.
- b) Improve Learning through Construction of new classrooms and other infrastructure such as laboratories, dining hall, as well as renovation of existing classrooms in various schools to ensure good environment for learners with an aim of improving performance
- c) Improve Security in the Constituency through construction of AP Lines, Chief & Assistant Chief offices and refurbishment of existing ones. This will also ensure that there is improved service delivery to the constituents by taking the services closer to people.
- d) Improve standards of learning through construction of 10 Dining Halls in various institutions
- e) Improve academic performance in schools through construction and equipping of laboratories in various schools
- f) Ensure smooth learning in improved environment in schools through refurbishment of dilapidated classrooms in primary schools
- g) Motivate students to perform and enhance competition through purchase of buses to the best performing schools as a learning resource

Progress on attainment of Strategic development objectives

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

sector	Objective	Outcome	Indicator	Performance
Education	<i>To have all children of school going</i>	<i>Increased enrolment in primary</i>	<i>number of usable physical</i>	In FY 24/25 -we increased number of classrooms in Primary

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

	<i>age attending school</i>	<i>schools and improved transition to secondary schools and tertiary institutions</i>	<i>infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels</i>	Schools by 30 classrooms, 1dormitories, 7laboratories and Pit Latrines by an extra 12 in the various schools/institutions - Bursary beneficiaries were approximately 7220 :3500 tertiary beneficiaries,3,600 secondary beneficiaries and 120 pwsds.
Security	To have a safe and secure environment for business, learning and where the residents go about their lives without fearing for their lives and property.	-Decrease in the number of insecurity related incidents. -Improved security and a more secure business environment	-Numbers of usable physical infrastructure build in Police stations. Chief's offices, DCI and county Commissioners security facilities. -	In FY 24/25 We renovated the DCC offices, in various security installations/locations in the constituency.
Environment	To have a well Conserved and Conducive environment, this ensures a safe and habitable planet for the current and future generations.	Increased tree cover and sustainable waste management and disposal practices contributing to mitigation of negative effects of climate change.	Number of tree seedlings planted in public land. -sustainable environmental management activities.	In FY 24/25 - we increased number of trees planted where hundreds of tree seedlings were purchased, distributed and planted in 10 Schools , 15 primary schools and 5 secondary school:
Emergency	To be able to urgently address Unforeseen occurrences in the constituency.	Immediate restoration of daily activities at minimum disruption of daily life occasioned by unforeseen Occurrences.	Numbers of usable physical infrastructure build and other emergency related activities addressed.	In FY 24/25 -we constructed Pit latrine blocks and re-roofing of classrooms in various schools When the schools were facing immediate closure by the county department of health.

6. Governance Statement

a. (NG-CDFC process of appointment

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

1. There is established a National Government Constituency Development Fund Committee for every constituency.
2. Constituency Committee Shall comprise of;
 - a) The national government official responsible for co-ordination of national government functions.
 - b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
 - c) two women nominated in accordance with subsection (3) one of Whom shall be a youth at the date of appointment;
 - d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
 - e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - g) one member co-opted by the Board in accordance with regulations made by the Board
3. The seven persons referred to in sub-section (2) (b), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.

The names of the persons selected under sub-section (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettment by the board.

The current NGCDFC members were gazetted in 29th November, 2022 and the first meeting was held in on 6th December, 2022

The persons appointed are drawn from different groupings as follows:

1.	Gabriel Lotoom	Male Youth Representative	chairman
2.	Thomas Nakong Echapan	Male Adult Representative	member
3.	Fatuma Nimo	Female Youth Representative	chairlady
4.	Margaret Nakain	Female Adult Representative	member
5.	Ps Jonathan Etoot	Representative of Persons Living with Disability	pwd
6.	Zipporah Lokere	Nominee of the Constituency Office (Male)	secretary
7.	Anthony Etipu	Nominee of the Constituency Office (Male)	member
8.	John Eyanae	Nominee of the Constituency Office (Male)	member
9.	John Kennedy	ACC	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 Act.

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 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- lack of integrity, gross misconduct, embezzlement of public funds, bringing the committee into disrepute through unbecoming personal public conduct, promoting unethical practices, causing disharmony within the committee, 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

e. NG-CDFC Induction and training

In the financial year 2024/2025 the NGCDF Board organized training of NGCDFC members in Nakuru. 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 TURKANA WEST

f. Number of meetings;

NG-CDF Act Section 43(11) stipulates that The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings

In 6 Constituency, the NG-CDF Committee conducted 12 meetings and 4 sub-committee meetings.

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

No	Name of Committee Member	Meetings Held															
		12.7.24	31.7.24	16.8.24	2.9.24	11.10.24	4.11.24	13.12.24	6.1.25	31.1.25	14.2.25	7.3.25	3.4.25	24.4.25	23.5.25	6.6.25	20.6.25
1.	Gabriel Lotoom	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
2.	Thomas Nakong Echapan	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
3.	Fatuma Nimo	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
4.	Margaret Nakain	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
5.	Ps Jonathan Etoot	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
6.	Zipporah Lokere	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
7.	Anthony Etipu	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
8.	John Eyanae	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
9.	John Kennedy	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
10.	Bethwel Lokatoi FAM	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√

g. Remuneration Rates

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NG-CDFC is entitled to an allowance seven thousand per meeting and all other members an allowance of five thousand per sitting. All NG-CDFC members should adhere to general ethics and code of conduct as stipulated in the NG-CDF Act

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 TURKANA WEST 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

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

- 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.
- Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

7. Management Discussion and Analysis

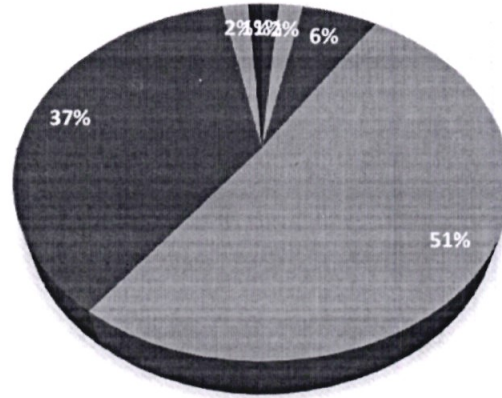
Operational and Financial Performance

TURKANA WEST NG-CDFC has intensified monitoring and Evaluation of projects for prudent management of the Fund. Intense monitoring and evaluation has in effect reduced the time taken to complete our projects. For instance, Construction of JSS laboratories projects whose completion time and quality improved greatly with our regular monitoring and evaluation.

In the financial year 2024/2025 NG-CDF TURKANA WEST budget performance against actual amounts for current year based on economic classification and programmes, was very impressive due to timely disbursement of funds to the constituency by the NG-CDF BOARD,

In the financial year ended June 30th, 2025, NG-CDF TURKANA WEST had a cumulative approved budget of Ksh 294,403,025 and Ksh 210,677,352 was disbursed to the constituency by the NGCDF Board within the financial year.

FINAL BUDGET



- Compensation of Employees
- Use of goods and services
- Other grants and transfers
- Other Payments
- Committee expenses
- Transfers to Other Government Units
- Acquisition of Assets

Major risks and Implementation Challenges.

Due to the rough mountainous terrain, harsh semi-arid climatic conditions, remoteness and poor road infrastructure our efforts to undertake and intensify regular monitoring and evaluation is greatly hampered. Instead every NGCDFC member representing wards across the constituency is encouraged to keep close contact with the ongoing projects and accordingly shares his or her findings during NGCDFC meetings for action by the committee.

Below are the key achievements during the year against predetermined objectives.

The key development objectives of TURKANA WEST Constituency 2023 -2027 plan are to:

- a) Strengthen security, tranquility and promote cohesive coexistence amongst the communities to create an enabling environment for development.
- b) Promote access to quality and affordable education.
- c) Promote quality and affordable health care.

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

- d) Improve productivity to attain food security and human dignity.
- e) Deliver a world class infrastructure development for economic growth.
- f) Promote access to safe and affordable water for commercial domestic and livestock consumption
- g) Promote protection conservation and efficient exploitation of environment and natural resources.
- h) Mainstream youth and gender issues in development

Key Projects Implemented

sector	Objective	Outcome
Education	<i>To have all children of school going age attending school</i>	<i>Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions</i>
Security	To have a safe and secure environment for business, learning and where the residents go about their lives without fearing for their lives and property.	-Decrease in the number of insecurity related incidents. -Improved security and a more secure business environment
Environment	To have a well Conserved and Conducive environment, this ensures a safe and habitable planet for the current and future generations.	Increased tree cover and sustainable waste management and disposal practices contributing to mitigation of negative effects of climate change.
Emergency	To be able to urgently address Unforeseen occurrences in the constituency.	Immediate restoration of daily activities at minimum disruption of daily life occasioned by unforeseen Occurrences.

Future developments and strategies

The NG-CDFC conducted a community based approach to strategize on the future *development needs, this need analysis based on the strategic plan*

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

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

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.



.....
Name: Bethwel N. Lokatoi
Fund Account Manager

8. Environmental and Sustainability Reporting

Environmental concerns, with an emphasis on climate change mitigation, are central to the government's agenda. The recent amendment to the NG-CDF Act 2022, which raised the allocation for climate change activities from 2% to 5%, reinforces the commitment to addressing these issues through the NG-CDF Fund. In the 2024-2025 financial year, TURKANA WEST NG-CDF allocated Ksh. 4,150,000 for tree planting projects in twelve institutions within the constituency. These efforts aim to enhance sustainability and contribute to environmental conservation, aligning with the government's broader strategy to combat climate change.

1. Sustainability strategy and profile -

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

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

- d. **Sports:** *The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.*

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 24/25 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

1. Environmental performance.

- *NG-CDFC TURKANA WEST conducts one sensitizations forum every year to the constituents to create awareness of the importance of planting trees to conserve the environment. The Sensitizations are done in various schools where the office donate seedlings to school and join hands with students to plant trees in schools.*
- *Sensitization forums are also conducted once every year on crosscutting issues where the constituents particularly the youth are enlightened on the dangers of drug & Alcohol Abuse as well as engaging in other vices.*
- *NG-CDF staff have at least one day in every financial year to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*
- *Sports tournaments are organized at the ward level where the participants who are mostly the youths are sensitized on the importance of conserving the environment through tree planting, and embracing good farming practices.*

2. Employee welfare

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

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

We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

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

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

TURKANA WEST NG-CDF 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 for purposes of uplifting them economically. Our ethical market practices ensure the fund get value for money on all goods and services procured.

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

NGCDF has put in efforts to ensure:

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

3. Market place practices-

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

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

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

TURKANA WEST NG-CDF Constituency is committed to fair and ethical market practises. 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 for purposes of uplifting them economically. Our ethical market practices ensure the fund get value for money on all goods and services procured.

We are also committed to healthy relations with our suppliers which is enhanced through organized sensitization forums that relate to 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 practice including cordial Supply chain and supplier relations by honoring contracts and respecting payment practices.
- c. Responsible marketing and advertisement
- d. Product stewardship by safeguarding consumer rights and interest

4. Community Engagements-

TURKANA WEST NGCDF 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 sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

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

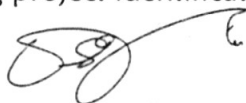
Public participation is the process that directly engages the concerned stakeholders in decision-making and considers public input in making that decision.

The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

TURKANA WEST NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.



.....
Name: Bethwel Lokatoi
Fund Account Manager.

9. Statement Of Management Responsibilities

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

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

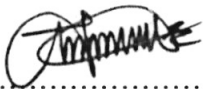
The Accounting Officer in charge of the NGCDF-TURKANA WEST Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Transitional Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector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

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

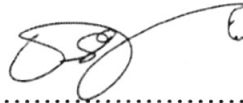
The Accounting Officer in charge of the NGCDF TURKANA WEST Constituency confirms that the constituency has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used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

Approval of the financial statements

The NGCDF-TURKANA WEST Constituency financial statements were approved and signed by the Accounting Officer on _____ 2025.



.....
NAME: Echapan Thomas
Chairman – NGCDF Committee



.....
Name: Bethwel Lokatoi
Fund Account Manager

REPUBLIC OF KENYA



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

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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying transitional International Public Sector Accounting Standards (IPSAS) financial statements of National Government Constituencies

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

Development Fund – Turkana West Constituency set out on pages 1 to 72 which comprise of the statement of financial position as at 30 June, 2025, and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Inaccuracies in Property, Plant and Equipment

The statement of financial position reflects property, plant and equipment balance of Kshs.401,341 as disclosed in Note 23 to the financial statements. The balance represents furniture and fittings. However, the summary of fixed asset register at Annex 1 to the financial statements reflected a balance of Kshs.21,204,080 resulting in an unreconciled variance of Kshs.20,802,739.

In the circumstances, the accuracy, existence and completeness of property, plant and equipment balance of Kshs.401,341 could not be confirmed.

2. Unsupported Gratuity Provision

The statement of financial position reflects gratuity provision balance of Kshs.559,448 as disclosed in Note 29 to the financial statements. However, the supporting schedule on the balance and the list of staff for whom gratuity was computed was not provided for audit.

In the circumstances, the accuracy and completeness of gratuity provision balance of Kshs.559,448 could not be confirmed.

3. Unsupported Project Management Committee (PMC) Account Balances

The statement of financial position reflects cash and cash equivalents balance of Kshs.76,551,438 as disclosed in Note 19 to the financial statements. Included in this balance is Kshs.54,386,996 which relates to balances in the various Project Management

Committee (PMC) accounts. However, bank reconciliation statements, cashbooks and certificate of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy, completeness and existence of Project Management Committee bank balance of Kshs.54,386,996 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 – Turkana West Constituency Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts disclosed that the Fund had a final revenue budget amount of Kshs.294,403,026 while it received a total amount of Kshs.246,016,876 resulting in under funding of Kshs.48,386,150 or 16% of the budget. Similarly, the Fund had final expenditure budget amount of Kshs.294,403,026 and an actual expenditure of Kshs.169,465,438 resulting in overall under absorption of Kshs.124,937,588 or 42 % of the budget.

The underfunding and underutilization of the budget 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 transitional IPSAS financial statements. Except for the matters described in the Basis for Qualified Opinion, I have determined that there are no other key audit matters to communicate in my report.

Other Information

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

In connection with my audit on the Fund's transitional IPSAS financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the transitional IPSAS financial statements or

my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Remittance of Public Procurement Capacity Building Levy

Review of documents revealed that Management did not deduct and remit the public procurement capacity building levy. This was contrary to Paragraph 3(1) of Legal Notice 206 of the Levy Order 2023 which provides that there shall be paid a levy by a supplier on all procurement contracts signed between the supplier and a procuring entity, at the rate of 0.03% of the value of the signed contract, exclusive of applicable taxes.

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

2. Undisclosed Tax Arrears to Kenya Revenue Authority

Following a tax audit covering the five (5) year period from 2014 to 2018, National Government Constituencies Development Fund - Turkana West Constituency was assessed to have tax arrears amounting to Kshs. 141,832 owed to the authority. However, the tax liability was not disclosed in the transitional IPSAS financial statements which is contrary to Regulation 23(2a) of the Public Finance Management (National Government) Regulations, 2015 which provides that the Accounting Officer shall comply with any tax, levy, duty, pension, commitments and audit commitments as may be provided for by legislation.

In the circumstances, Management was in breach of tax laws.

3. Lack of Annual Procurement Plan

Review of documents revealed that the Fund did not prepare an annual procurement plan for the year under review. This is contrary to Section 53(2) of the Public Procurement and Asset Disposal Act, 2015 which provides that an accounting officer shall prepare an

annual procurement plan which is realistic in a format set out in the Regulations within the approved budget prior to commencement of each financial year as part of the annual budget preparation process.

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

4. Poor Implementation of Projects

Physical inspection of nine (9) projects with disbursements amounting to Kshs.34,000,000 in 14 November, 2025 revealed implementation concerns including poor workmanship and non-delivery of desks. Further, review of records on project implementation revealed that projects costing Kshs.15,350,000 were not supported by handover reports and work plans. This was contrary to Regulation 15(2) of the National Government Constituency Development Fund Regulations, 2016 which requires that a project management committee shall prepare and submit hand over reports to a Constituency Committee.

In the circumstances, the value for money on the expenditure incurred on projects could not be confirmed.

5. Incomplete Construction of Perimeter Fence at NG-CDF Offices in Kakuma

Review of records revealed that the Management made a payment of Kshs.1,800,000 for the construction of a fence including a metallic gate and a sentry house at the Fund's offices. However, Management did not provide the expenditure returns from the Project Management Committee, the procurement file, the approved bill of quantities, signed contractual agreement, monitoring and evaluation reports and works completion certificates for audit.

In addition, physical verification conducted in November, 2025 revealed that despite Kshs.1,800,000 having been paid to the contractor, two (2) sides of the compound fence were not constructed.

In the circumstances, the value for money on the expenditure of Kshs.1,800,000 incurred in the construction of the fence could not be confirmed.

6. Delayed Completion of a Dormitory at Kalobeyei Secondary School

Review of documents revealed that the Fund disbursed Kshs.4,000,000 for the construction of one hundred (100) bed capacity boys' dormitory at Kalobeyei Secondary School. However, the Project Management Committee reports, the procurement documents which included opening minutes and its attendance register, the approved tender evaluation committee minutes, signed contractual agreement with terms and conditions with completion date of the project, inspection and acceptance reports and works completion certificates were not provided for audit.

Physical verification conducted in November, 2025 revealed that despite Kshs.4,000,000 paid to the contractor, the project was at the lintel level. The roofing works, the plastering works for walling and flooring, the fixing of doors and windows, the painting works, electricity works were not yet completed.

In the circumstances, the value for money on the expenditure of Kshs.4,000,000 incurred on the construction of the dormitory could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

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

Responsibilities of the Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the transitional IPSAS 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, SBS
AUDITOR-GENERAL

Nairobi

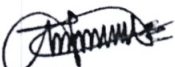
15 December, 2025

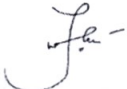
National Government Constituencies Development Fund (NGCDF Turkana West Constituency Annual Report and Financial Statements for The Year Ended June 30, 2025


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

	Note	2024/2025
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	197,386,150
Grants/donations from other entities	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	-
Total revenue		197,386,150
Expenses		
Employee costs	10	3,139,846
Committee expenses	11	6,617,042
Use of Goods and Services	12	10,148,030
Other Government Units Actual expenditure	13	70,401,354
Other Grants and Transfers Actual expenditure	14	71,983,224
Depreciation and amortization expense	15	57,334
Digital Hubs Actual expenditure	16	7,266,001
Total expenses		169,612,832
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		27,773,318

The Constituency financial statements were approved by the NGCDFC on _____ 2025 and signed by:


 Chairman NG-CDF
 Committee
 Name: Thomas Nakong
 Echapan


 National Sub-County
 Accountant
 Name: Joel W. Kamurutu
 ICPAK M/No: 33481


 Fund Account Manager
 Name: Bethwel N. Lokatoi

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

	Note	2024/2025	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalentts	19	76,551,438	35,339,524
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	48,386,150	61,677,352
Prepayments	22	-	-
Total Current Assets		124,937,588	97,016,876
Non-Current Assets			
Property, Plant and Equipment	23	401,341	458,675
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		401,341	458,675
Total Assets (A)		125,338,929	97,475,551
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third-Party Deposits	27	-	-
Lease Liabilities	28	-	-
Gratuity provision	29	559,448	469,389
Total Current Liabilities		559,448	469,389
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		559,448	469,389
Net Assets (A-B)		124,779,481	97,006,162
Represented by:			
Revaluation Reserves		124,779,481	97,006,162
Accumulated Surplus			
Total Net Assets		124,779,481	97,006,162

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

The Constituency financial statements set out on pages i to 91 approved by NG CDFC on _____
2025 and signed by:



Chairman NG-CDF
Committee
Name: Thomas Nakong
Echapan



National Sub-County
Accountant
Name:

ICPAK M/No: 33481



Fund Account Manager
Name: Bethwel N. Lokatoi

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

Description	Revaluation Reserves	Accumulated surplus/Deficit	Total
	Kshs	Kshs	Kshs
As at 30th June 2024 (cash basis)		14,701,174	14,701,174
Adjustments: (to recognize assets and liabilities)			
Add Assets		82,774,377	82,774,377
Less Liabilities		469,389	469,389
As at July 1, 2024		97,006,162	97,006,162
Surplus/(Deficit) For the Period		27,773,318	27,773,318
Revaluation Gain/Loss		-	-
As at 30th June 2025		124,779,480	124,779,480

Note:

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

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

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

	Notes	2024/2025
		Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		210,677,352
Grants/donations from other entities		-
Finance income		-
Miscellaneous income		-
Total Receipts		210,677,352
Payments		
Employee costs		3,049,787
Committee expenses		6,617,042
Use of Goods and Services		10,148,030
Other Government Units Certified Works		70,401,354
Other Grants and Transfers		71,983,224
Digital Hubs Expenses		7,266,001
Total Payments		169,465,438
Net Cash Flows from/ (used in) Operating Activities	30	41,211,914
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		41,211,914
Cash Flows from Financing Activities		
Lease payment		-
Net Cash Flows from Financing Activities		41,211,914
Cash and cash equivalents at Period Start	19	35,339,524
Cash and cash equivalents at Period End	19	76,551,438

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

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		C=(a+b)	d	e=(c-d)	f=d/c*100
	2024/2025	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024/2025	2024/2025		
Revenue							
Transfers From the NGCDF Board	197,386,150	35,339,524	61,677,352	294,403,026	246,016,876	48,386,150	84%
Grants/donations from other entities	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	

National Government Constituencies Development Fund (NGCDF Turkana West 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
Miscellaneous income	-	-	-	-		-	
Totals	197,386,150	35,339,524	61,677,352	294,403,026	246,016,876	48,386,150	84%
Expenses							
Employee costs	3,668,004	697,613	-	4,365,617	3,049,787	1,315,831	70%
Committee expenses	4,648,000	2,092,129	-	6,740,129	6,617,042	123,087	98%
Use of Goods and Services	8,565,763	1,662,670	-	10,228,433	10,148,030	80,403	99%
Other Government Units Certified Works	98,750,000	21,483,411	47,654,939	167,888,350	70,401,354	97,486,996	42%
Other Grants and Transfers	69,662,745	9,283,700	8,540,050	87,486,495	71,983,224	15,503,271	82%
Digital Hubs Expenses	12,091,638	-	5,482,363	17,574,001	7,266,001	10,308,000	41%

*National Government Constituencies Development Fund (NGCDF Turkana West 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
Funds Pending Approval**	-	120,000	-	120,000	-	120,000	0%
Total Expenditure	197,386,150	35,339,524	61,677,352	294,403,026	169,465,438	124,937,588	58%
Surplus for the period	-	0	0		76,551,438		

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

Explanatory Notes.

Underutilisation in Other Government Units Certified Works, other grants and employee costs was due to delay of disbursement of funds

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	124,937,588
Less undisbursed funds receivable from the Board as at period 30th June, 2025	48,386,150
Cash and Cash Equivalents at the end of the 30 th June 2025	76,551,438

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 _____ 2025 and signed by:



Fund Account Manager

Name: Bethwel N. Lokatoi



National Sub-County Accountant

Name: Joel W. Kamurutu
ICPAK M/No: 33481



Chairman NG-CDF Committee

Name: Thomas Echapan Nakong

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

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,668,004	697,613		4,365,617	3,049,787	1,315,831
1.2 Committee allowances	2,648,000	4,677		2,652,677	2,652,677	-
1.3 Use of goods and services	4,855,841	569,098		5,424,939	5,424,939	-
Sub-total	11,171,845	1,271,388	-	12,443,233	11,127,402	1,315,831
2.0 Monitoring and evaluation				-		-
2.1 Capacity building	950,000	26,000		976,000	976,000	-
2.2 Committee allowances	2,000,000	2,087,452		4,087,452	3,964,365	123,087
2.3 Use of goods and services	2,759,922			2,759,922	2,704,623	55,299
Sub-total	5,709,922	2,113,452	-	7,823,374	7,644,988	178,386
4.0 Emergency				-		
unutilized	10,388,745	18,787		10,407,532	8,643,035	1,764,497

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	10,388,745	18,787	-	10,407,532	8,643,035	1,764,497
5.0 Bursary and Social Security				-		
5.1 Primary Schools				-		-
5.2 Secondary Schools	20,798,000	4,229,891		25,027,891	24,756,891	271,000
5.3 Tertiary Institutions	18,274,000	1,249,997		19,523,997	19,147,635	376,362
5.4 special needs	6,852,000	278,502		9,637,025	9,401,463	235,562
5.5 Education Support Programmes				-		-
5.6 Social Security				-		-
Sub-total	45,924,000	8,264,913	-	54,188,913	53,305,989	882,924
7.0 Environment				-		-
St.Teresa Nakwamor Primary School			366,500	366,500	366,500	-
AIC Lokichoogio Girls Primary School			366,500	366,500	366,500	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
NG-CDF Office4			366,500	366,500	366,500	-
4.Tarach Secondary School			366,500	366,500	366,500	-
5.St James Pokotom Secondary School			366,500	366,500	366,500	-
6.Nationokar Primary School			201,500	201,500	201,500	-
7.Loretit Primary School			366,500	366,500	366,500	-
8.Songot Boys High School			366,500	366,500	366,500	-
9.Songot Girls Secondary School			366,500	366,500	366,500	-
10.Kalobeyei Secondary School			366,500	366,500	366,500	-
				-		-
Kakuma Mixed Primary School	325,000			325,000	325,000	-
Lokichoggio Mixed Secondary School	325,000			325,000	325,000	-
				-		-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	650,000	-	3,500,000	4,150,000	4,150,000	-
8.0 Primary Schools Projects				-		-
ABAAT PRIMARY SCHOOL	650,000		3,650,000	4,300,000	3,605,113	694,887
AIC LOKICHOGGIO GIRLS	1,200,000	4,428,955		5,628,955	4,393,300	1,235,655
AIC LOPUR PRIMARY SCHOOL		546,241		546,241	-	546,241
AIC LOPUR PRIMARY SCHOOL		1,619		1,619	-	1,619
AIC LOPUR PRIMARY SCHOOL		4,568		4,568	-	4,568
Aic Nanam Primary School	3,000,000			3,000,000		3,000,000
EMILAIT PRIMARY SCHOOL NG-CDF PMC		8,500,000		8,500,000	8,492,400	7,600
ESIKIRIAT PRIMARY	3,200,000	-		3,200,000	1,187,483	2,012,517
Kabokorit Primary School	3,200,000			3,200,000		3,200,000
KAKUMA ARID ZONE PRIMARY		186,168		186,168	-	186,168

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
KAKUMA GIRLS PRIMARY	4,000,000	-	4,500,000	8,500,000	4,094,422	4,405,578
KAKUMA MIXED PRIMARY SCHOOL		29,550		29,550	-	29,550
KALOBEYEI PRIMARY SCHOOL NG-CDF PMC		1,500		1,500	-	1,500
KALOBEYEI PRIMARY SCHOOL NG-CDF PMC		650		650	-	650
KANGITESIROI PRIMARY SCHOOL NG-CDF PMC		5,468		5,468	-	5,468
KAWARNAPARAN		-	600,000	600,000	528,232	71,768
KOMUDEI PRIMARY	4,000,000	114,208		4,114,208	4,002,984	111,225
LETEA PRIMARY SCHOOL NG-CDF BURSARY PMC		2,345		2,345	-	2,345
LETEA PRIMARY SCHOOL NG-CDF BURSARY PMC		2,356		2,356	-	2,356
LETEA PRIMARY SCHOOL NG-CDF BURSARY PMC		20,315		20,315	-	20,315
LOBANGA PRIMARY SCHOOL NG-CDF PMC		8,764		8,764	-	8,764
LODAKACH PRIMARY		1,393,275	2,404,939	3,798,214	3,515,484	282,730

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Loito Primary School	3,650,000			3,650,000		3,650,000
Lokudule Primary School	3,200,000			3,200,000		3,200,000
Lokwamor Primary School	3,500,000			3,500,000		3,500,000
LOKWANYA PRIMARY SCHOOL CDF		345		345	-	345
Lokwee Primary School	3,650,000			3,650,000		3,650,000
Lolemu Primary School	3,650,000			3,650,000		3,650,000
LONYUDUK PRIMARY		-	650,000	650,000	578,232	71,768
LONYUDUK PRIMARY	3,200,000	-		3,200,000	1,018,937	2,181,063
LORITIT PRIMARY SCHOOL		38,506		38,506	-	38,506
LOTAKA PRIMARY		-	600,000	600,000	388,214	211,786
LOTAKA PRIMARY SCHOOL			3,550,000	3,550,000		3,550,000
LOTETELEIT PRIMARY		-		-	-	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements		comparable basis	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
LOTETELEIT PRIMARY SCHOOL			3,650,000	3,650,000		3,650,000
Loteteleit Primary School	3,650,000			3,650,000		3,650,000
Loteteleit Primary School	650,000			650,000		650,000
Lotikipi Primary School	3,650,000			3,650,000		3,650,000
Nakitongo Primary School	3,650,000			3,650,000		3,650,000
Nakitongo Primary School	650,000			650,000		650,000
Nakururum Primary School	3,250,000			3,250,000		3,250,000
NANAM PRIMARY SCHOOL PMC		1,012		1,012	-	1,012
NANAM PRIMARY SCHOOL PMC		520,073		520,073	516,100	3,973
Nangolemaret Primary School	3,400,000			3,400,000		3,400,000
Naremieto Primary School	650,000			650,000		650,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
NAREMIETO PRIMARY SCHOOL PMC		6,963		6,963	-	6,963
NATIIRA PRIMARY SCHOOL		201,275		201,275	-	201,275
NATIIRA PRIMARY SCHOOL		589,944		589,944	583,700	6,244
NATIONOKAR PRIMARY SCHOOL NG-CDF PMC		7,838		7,838	-	7,838
Nawountos Primary School	1,700,000			1,700,000		1,700,000
Ngijawoi Primary School	3,250,000			3,250,000		3,250,000
Ngimanimania Primary School	650,000			650,000		650,000
NGIMANMANIA PRIMARY		-	3,650,000	3,650,000	3,633,000	17,000
ST. COSMAS NAPOPONGOIT PRIMARY SCHOOL NG-CDF PMC		1,056		1,056	-	1,056
ST. JOHN PRIMARY SCHOOL			3,550,000	3,550,000		3,550,000
ST. JOHN'S LOKICHOGGIO PRIMARY SCHOOL & J.S.S NG-CDF PMC		86,222		86,222	-	86,222

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
ST. JOHN'S LOKICHOGGIO PRIMARY SCHOOL NG-CDF PMC		4,567		4,567	-	4,567
ST. TERESA NAKWAMOR PRIMARY SCHOOL NG-CDF PMC		8,320		8,320	-	8,320
St. Timothy Nakaapanak Primary School	3,500,000			3,500,000		3,500,000
ST.CLARE LOCHOR-		-	3,650,000	3,650,000	3,583,350	66,650
ST.JOHN PRIMARY		4,567	650,000	654,567	654,162	405
ST.JOHN PRIMARY		7,890		7,890	-	7,890
ST.MARKS SONGOT		-	3,250,000	3,250,000	3,199,917	50,083
ST.MATHEW NADOME		4,015,579		4,015,579	3,999,967	15,612
St.Mathew Nadome Primary School	3,600,000			3,600,000		3,600,000
ST.PATRICK'S LOMIDAT PRIMARY SCHOOL NG-CDF PMC		16,202		16,202	-	16,202
ST.PAUL'S NALAMACHA PRIMARY SCHOOL NG-CDF PMC		3,459		3,459	-	3,459
St.Teresa Nakwamor Primary School	1,250,000			1,250,000		1,250,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on	Budget	
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding		Disbursements	comparable basis	utilization difference
			Kshs				
ST.TJOHN PRIMARY	3,500,000	-		3,500,000	3,464,778	35,222	
Teremkus Primary School	3,600,000			3,600,000		3,600,000	
Towokayeni Primary School	3,400,000			3,400,000		3,400,000	
Tulabalany Primary School	3,650,000			3,650,000		3,650,000	
Sub-total	87,750,000	20,759,799	34,354,939	142,864,738	51,439,775	91,424,963	
9.0 Secondary Schools Projects (List all the Projects)				-		-	
AIC SONGOT BOYS		-	5,000,000	5,000,000	4,510,521	489,479	
AIC Songot Boys Secondary SCHOOL				-		-	
KALOBYEI SECONDARY	4,000,000.00	-		4,000,000	-	4,000,000	
Kalobeyei Secondary School				-		-	
LETEA SECONDARY		-	4,800,000	4,800,000	4,753,424	46,576	
LETEA SECONDARY		-	3,500,000	3,500,000	3,363,856	136,145	

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Loito Secondary School	650,000.00			650,000		650,000
LOPUSIKI SECONDARY	1,200,000.00	723,612		1,923,612	1,886,819	36,793
LOPUSIKI SECONDARY	4,500,000.00	-		4,500,000	4,446,960	53,040
Tulabalany Secondary School	650,000.00			650,000		650,000
				-		-
Sub-total	11,000,000	723,612	13,300,000	25,023,612	18,961,579	6,062,033
10.0 Tertiary institutions Projects (List all the Projects)				-		-
				-		-
				-		-
Sub-total	-	-	-	-	-	-
11.0 Security Projects				-		-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Assistant County Commissioner's Residence- Nanam Division	3,500,000			3,500,000		3,500,000
Lokariwon Chief's Office	1,600,000			1,600,000		1,600,000
Lokichoggio Police Station	2,700,000			2,700,000		2,700,000
Lopiding Chief's Office	600,000			600,000		600,000
Nakitongo Chief's Office	3,000,000			3,000,000		3,000,000
Namon Chief's Office	650,000			650,000		650,000
KAKUMA ADMINISTRATION POLICE	650,000			650,000	650,000	-
				-		-
Sub-total	12,700,000	-	-	12,700,000	650,000	12,050,000
12.0 Acquisition of assets				-		-
12.1 Motor Vehicles (including motorbikes)				-		-
12.2 Purchase of furniture and fittings				-		-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
12.2 Construction of CDF office				-		-
TURKANA WEST NG-CDF OFFICE		1,000,000.00	5,040,050	6,040,050	5,234,200	805,850
				-		
Sub-total	-	1,000,000	5,040,050	6,040,050	5,234,200	805,850
Digital Hubs				-		-
ICT HUBS				-		-
Kakuma and Loki ICT Hubs			5,482,363	5,482,363	3,633,001	1,849,362
Kakuma ICT Hub				-		-
KAKUMA ICT HUB	3,500,000			3,500,000	2,741,182	758,819
KAKUMA ICT HUB	891,819			891,819	891,819	-
Kalobeyi Chief's Office Digital Hub.	3,308,000			3,308,000		3,308,000
Letea Chief's Office Digital Hub				-		-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding			
			Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Lokangae Chief's Office Digital Hub	3,500,000			3,500,000		3,500,000
Lokichoggio ICT Hub	891,819			891,819		891,819
	12,091,638	-	5,482,363	17,574,001	7,266,001	10,308,000
13.0 Others				-		-
		-	-	-		-
NG-CDF Strategic Plan		1,067,572.90	-	1,067,573	1,042,469	25,104
Sub-total	-	1,067,573	-	1,067,573	1,042,469	25,104
Funds pending approval**				-		-
unapproved projects		120,000		120,000		120,000
AiA	-			-		-
Sub-total	-	120,000	-	120,000	-	120,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Total	197,386,150	35,339,524	61,677,352	294,403,026	169,465,438	124,937,588

(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 Turkana West Constituency principal activity

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, 2012. The NG-CDF [Turkana West] 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 [Turkana West] 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); Inventories – Full recognition in the subsequent 2 years of transition; property, plant, and equipment (PPE) and intangible assets acquired during the financial year 2023/2024 up to the reporting date. Land – Valuation and full recognition to be completed in the subsequent 2 years of transition, Recognition of PPEs is based on historical figures. Full recognition of PPEs will be in subsequent 2 years of the transition. Liabilities recognized include trade and other payables, third-party deposits, and gratuity provisions.

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

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the NG-CDF. The financial statements have been prepared in accordance with the PFM Act, the NGCDF Act (include any other applicable legislation),

and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. Adoption of New and Revised Standards

(When an IPSAS becomes effective on 1st January 2025, it is applicable in Kenya from 1st July 2025)

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. <i>Note Applicable</i>
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

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

	<p>operations to be presented separately in the statement of financial performance.</p> <p>Note Applicable</p>
<p>IPSAS 45: Property Plant and Equipment</p>	<p>Applicable 1st January 2025</p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p>Note Applicable</p>
<p>IPSAS 46: Measurement</p>	<p>Applicable 1st January 2025</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>Note Applicable</p>
<p>IPSAS 47:</p>	<p>Applicable 1st January 2026</p>

Revenue	<p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p>Note Applicable</p>
IPSAS 48: Transfer Expenses	<p>Applicable 1st January 2026</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>Note Applicable</p>
IPSAS 49: Retirement Benefit Plans	<p>Applicable 1st January 2026</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>Note Applicable</p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p>Applicable 1st January 2027</p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of

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

	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. Note Applicable
--	------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

iii. Early adoption of standards

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

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

The original budget was approved by Parliament on 16 June 2024 for the period 1st July 2024 to 30th June 2025 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

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

c) Property, plant and equipment

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

d) Leases

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

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

e) Intangible assets

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

f) Financial instruments

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

a) Financial assets

Classification of financial assets

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

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

Fair value through surplus or deficit

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

Impairment

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

b) Financial liabilities

Classification

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

g) Inventories

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

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

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

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

h) Provisions

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

i) Social Benefits

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

j) Contingent liabilities

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

k) Contingent assets

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

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

l) Employee benefits

Retirement benefit plans

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

m) Foreign currency transactions

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

n) Related parties

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

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

6. Transfers from the NGCDF Board

Description	2024/2025
	Kshs
NGCDFB Transfers (Allocation for the FY)	197,386,150
TOTAL	197,386,150

7. Transfers from domestic and foreign partners

Description	2024/2025
	Kshs
Grants	-
Total	-

8. Finance income

Description	2024/2025
	Kshs
Interest Income on Bank Deposits	-
Total	-

9. Miscellaneous income

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

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

10. Employees cost

Description	2024/2025
	Kshs
NG-CDFC Basic staff salaries	1,912,324
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	578,810
Leave allowance	-
Gratuity to contractual employees	559,448
Employer Contributions Compulsory national social security schemes	59,400
Employer Contributions Compulsory Housing levy	27,114
Employer contributions to National Industrial Training Authority	2,750
Other Specify	-
Total	3,139,846

11. Committee Expenses

Description	2024/2025
	Kshs
Sitting allowance	2,073,951
Other Committee expenses	4,543,091
Total	6,617,042

12. Use of Goods and services

Description	2024/2025
	Kshs
Utilities, supplies and services	96,598
Communication, supplies and services	461,806
Domestic travel and subsistence	2,171,994
Printing, advertising and information supplies & services	500,000
Office Rent	-
Training expenses	1,085,455
Hospitality supplies and services	434,517
Insurance costs	-
Specialized materials and services	10,000
Office and general supplies and services	1,720,077
Fuel, oil & lubricants	1,462,231
Bank Charges	42,384
Routine maintenance – vehicles and other transport equipment	1,120,500
Routine maintenance – other assets	-
Strategic plan expenses	1,042,469
Other operating expenses	-
Total	10,148,030

13. Other Government Units Actual expenditure

Description	2024/2025
	Kshs
Primary Schools Actual expenditure	51,439,775
Secondary Schools Actual Expenditure	18,961,579
Tertiary Institutions Actual Expenditure	-
Total	70,401,354

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

14. Other Grants and transfers Actual expenditure

Description	2024/2025
	Kshs
Bursary – secondary schools	24,756,891
Bursary – tertiary institutions	19,147,635
Bursary – special schools	9,401,463
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual Expenditure	650,000
Climate change mitigation projects	4,150,000
Emergency projects Actual Expenditure	8,643,035
Roads projects	
Others renovation	5,234,200
Total	71,983,224

15. Depreciation and Amortization Expenses

Description	2024/2025
	Kshs
Property Plant and Equipment	57,334
Intangible Assets	-
Total	57,334

16. Digital Hubs Expenses

Description	2024/2025
	Kshs
Construction/ renovation/Actual Expenditure	7,266,001
Digital Hub utility costs Water, Electricity,	-
Maintenance of ICT equipment	-
Maintenance of building	-
Others (<i>specify</i>)	-
Total	7,266,001

17. Gain/loss on Sale of Assets

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

18. Impairment Loss

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

(Provide brief explanation on assets impairment loss)

19. Cash and Cash Equivalents

Name Of Bank and Account No.	2024/2025	Opening Statement 1st July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
<i>Name Of Bank, Account No. (Operations account)</i>	21,604,994	14,701,174
<i>Operations account pending closure (Indicate name & account no.)</i>	-	-
<i>Name of Bank, account No. (Deposit account)</i>	559,448	-
<i>Name of Bank, account No. (PMC's account)</i>	54,386,996	20,638,350
Total	76,551,438	35,339,524
Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations <i>(Specify)</i>	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

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

20. Receivables from Exchange Transactions

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

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

i. Ageing Analysis for Receivables

Description	2024/2025		Opening Statement 1 st July 2025	
	Current FY	% of the total	Opening Balance	% of the total
Less than 1 year	0	%	0	%
Between 1- 2 years	0	%	0	%
Between 2-3 years	0	%	0	%
Over 3 years	0	%	0	%
Total (a+b)	0	%	0	%

21. Receivables from Non-Exchange Transactions

Description	2024/2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Transfers from NGCDFB	48,386,150		61,677,352	
Outstanding imprest				
Total	48,386,150		61,677,352	
Ageing Analysis- Receivables from non-exchange transactions	2024/2025	% of the total	Opening Balance	% of the total
Less than 1 year	48,386,150	100%	61,677,352	100%
Between 1-2 years	xxx	%	xxx	%
Over 3 years	xxx	%	xxx	%
Total	48,386,150	100%	61,677,352	100%

22. Prepayments

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

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

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%	25%	20%	12.50%	30%			
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1 st July 2024	-	-	-	-	524,200	-	-	-	524,200
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-	-
As At 30 Jun 2025	-	-	-	-	524,200	-	-	-	524,200
Depreciation And Impairment									
Opening bal accumulated depreciation 1st July 2024	-	-	-	-	65,525	-	-	-	65,525
Depreciation	-	-	-	-	57,334	-	-	-	57,334
Disposals	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As At 30 Jun 2025	-	-	-	-	122,859	-	-	-	122,859
Net Book Values									

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

Opening Bal as at 1st July 2024	-	-	-	-	458,675	-	-	-	458,675
As At 30 June 2025	-	-	-	-	401,341	-	-	-	401,341

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

Valuation

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

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	-	-
Total	-	-

24. Intangible Assets

Description	2024/2025
	Kshs
Cost	
Opening balance at 1 st July 20xx	-
Additions	-
Disposal	-
At end of the 20xx	-
Amortization and impairment	
At beginning of the year	-
Amortization	-
At end of the year	-
Impairment loss	-
At end of the year	-
NBV at July 1st 20xx	-
NBV at June 30th 20xx	

25. Right-of use assets

Description	Buildings	Plant	Equipment	Total
	Kshs	Kshs	Kshs	Kshs
Cost				
As At 1 July (Comparative period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 20xx (Comparative Period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 20xx (Current FY)	-	-	-	-

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

Accumulated Depreciation	-	-	-	-
As At 1 July 20xx (Comparative period)	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 20xx (Comparative period))	-	-	-	-
Charge for the period	-	-	-	-
As At 30 June 20xx (Current FY)	-	-	-	-
	-	-	-	-
Carrying Amount				
As At 30 June 20xx (Current FY)	-	-	-	-
As At 30 June 20xx. (Comparative Period)	-	-	-	-

26. Trade and Other Payables

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

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

Total (tie to above total)	-	-	-
----------------------------	---	---	---

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

27. Third-Party deposits

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

Retentions aging analysis.

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

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

28. Lease Liabilities

Description	<i>2024/2025</i>	<i>Opening Statement</i> <i>1st July 20XX</i>
	Kshs	Kshs
Balance at the beginning of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	-	-
At end of the year	-	-

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 1st July 2024
	Kshs	Kshs
Gratuity at the beginning of the period (A)	469,389	-
Gratuity held during the period (B)	559,448	469,389
Gratuity paid during the period (C)	469,389	-
Total Gratuity provision as at period D=(A+B-C)	559,448	469,389

30. Cash Generated from Operations

	<i>Period ended June 2025</i>
	Kshs
Surplus for the period before tax	27,773,318
Adjusted for:	
Depreciation	57,334
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	13,291,202
Changes in deferred income	-
Changes in Third party deposits	-
Changes in gratuity provision	90,059
Changes in payments received in advance	-
Net cash flow from operating activities	41,211,914

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

31. Financial Risk Management

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

i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	48,386,150	48,386,150	-	-
Bank balances	76,551,439	76,551,439	-	-
Total	124,937,589	124,937,589	-	-
As at 30 June 2024				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	61,677,352	61,677,352	-	-
Bank balances	35,339,524	35,339,524	-	-
Total	97,016,876	97,016,876	-	-

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

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

Financial Risk Management

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

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	559,448	559,448
Total	-	-	559,448	559,448
As at 30th June 2024	-	-	-	-
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	469,389	469,389
Total	-	-	469,389	469,389

iii) Market risk

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

a) Foreign currency risk

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

Current FY

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

Foreign currency sensitivity analysis

Current FY

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

Financial Risk Management

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

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
Current FY			
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 endeavoured to bank with institutions that offer favourable interest rates.

Sensitivity analysis

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

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

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

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

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

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

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

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

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

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

iv) Capital Risk Management

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

Description	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	124,779,480	97,006,162
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	76,551,439	35,339,524
Net Debt/(Excess Cash And Cash Equivalents)	-	-
Gearing	-	-

32. Related Party Disclosures

	2024/2025	Opening Statement 1 st July 20xx
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	2,073,951	2,643,046
		0
Transaction with the NGCDF Board		0
Transfers from the NGCDF Board during the year	210,677,352	205,245,467
Total	212,751,303	207,888,513

33. Segment Information

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

34. Contingent Assets and Contingent Liabilities

Contingent Assets

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

(Give details)

Contingent Liabilities

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

35. Capital Commitments

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

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

36. Events after the Reporting Period

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

37. Ultimate And Holding Entity

The Turkana West Constituency is a Fund under The National Treasury and Planning & managed by NG-CDFB at the National level, and the NG-CDFC at the constituency level.

Its ultimate parent is the Government of Kenya.

38. Currency

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

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

18. Annexes

Annex 1: Summary of Asset Register

Asset class	Historical Cost b/f	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost
	(Kshs)			(Kshs)
	2022-2023			2023-2024
Land	-	-		-
Buildings and structures	469,800			469,800
Transport equipment	18,407,180			18,407,180
Office equipment, furniture and fittings	2,327,100			2,327,100
Total	21,204,080			21,204,080

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

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

PMC	BANK	ACCOUNT NUMBER	BANK BALANCE CURRENT FY
LODAKACH PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650279258578	282,730
KAWARNAPARAN PRIMARY SCHOOL PMC	EQUITY	1650282199639	17,000
LONYUDUK PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650285494336	85,222
KAKUMA GIRLS PRIMARY SCHOOL PMC	EQUITY	1650270660291	71,768
ST.CLARE LOCHOR ERENG PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650285904904	405
ABAAT PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650285507765	71,768
LOTETELEIT PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650285823755	405,578
LOTAKA PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650285823723	66,650
ST. MARK'S SONGOT PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284486202	44,887
LOKWAMOR PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650286523651	3,650,000
ST. TIMOTHY NAKAPANAK PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650286526040	211,786
NGIJAWOI PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650286523644	50,083
TOWOKAYENI PRIMARY & J.S.S NG-CDF PMC	EQUITY	1650286634976	3,550,000
KABOKORIT PRIMARY SCHOOL:	EQUITY	1650286537582	3,500,000
ESIKIRIAT PRIMARY SCHOOL NG-CDF-PMC	EQUITY	1650286523674	3,500,000.00
KAMUDEI PRIMARY SCHOOL PMC	EQUITY	1650270110407	2,181,063
NAWOUNTOS PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650286624991	3,250,000
ST LUKE'S NAKURURUM PRIMARY SCHOOL NG-CDF BURSARY PMC	EQUITY	1650278858324	3,400,000
NGIMANIMANIA PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650285494363	4,000,000
LETEA PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284328123	3,200,000
A.I.C LOPUR PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284520310	2,012,517
EMILAIT MIXED PRIMARY SCHOOL NG-CDF BURSARY PMC	EQUITY	1650278847885	5,000

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

PMC	BANK	ACCOUNT NUMBER	BANK BALANCE CURRENT FY
KAKUMA ARID ZONE PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284486381	1,700,000
NATIIRA PRIMARY SCHOOL-PMC	EQUITY	1650263334385	3,250,000
ST.MATHEW'S NADOME PRIMARY SCHOOL PMC	EQUITY	1650282221784	3,650,000
A.I.C LOKICHOGGIO GIRLS PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284648014	650,000
KAKUMA MIXED PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650285163235	650,000
LORITIT PRIMARY SCHOOL-PMC	EQUITY	1650263336299	650,000
NANAM PRIMARY SCHOOL PMC	EQUITY	1650170648972	650,000
NANAM PRIMARY SCHOOL PMC	EQUITY	1650170648972	3,507,890
KALOBYEI PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284608493	46,576
KANGITESIROI PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284606491	489,479
LETEA PRIMARY SCHOOL NG-CDF BURSARY PMC	EQUITY	1650278847206	136,144
LOBANGA PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650280261572	36,793
LOKWANYA PRIMARY SCHOOL CDF	EQUITY	1650269982831	53,040
ST.PAUL'S NALAMACHA PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650280769785	4,000,000
NAREMIETO PRIMARY SCHOOL PMC	EQUITY	1650282195432	1,011
NATIONOKAR PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284397745	3,973
ST. JOHN'S LOKICHOGGIO PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284606471	1,500
ST.PATRICK'S LOMIDAT PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650280847083	650
ST. TERESA NAKWAMOR PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284578075	5,468
ST. COSMAS NAPOPONGOIT PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650284544516	2,345
EMILAIT PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650279251531	2,356
ST.LUKE'S NAKURURUM PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650281022703	20,315
ST. JOHN'S LOKICHOGGIO PRIMARY SCHOOL & J.S.S NG-CDF PMC	EQUITY	1650285823745	8,764
ST. LUKE'S NAKURURUM PRIMARY SCHOOL NG-CDF	EQUITY	1650286526100	345

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

PMC	BANK	ACCOUNT NUMBER	BANK BALANCE CURRENT FY
A.I.C SONG'OT SECONDARY SCHOOL NG-CDF PMC	EQUITY	1650286153958	3,459
LETEA SECONDARY SCHOOL NG-CDF PMC	EQUITY	1650286111887	6,962
LOPUSKI SECONDARY SCHOOL NG-CDF PMC	EQUITY	1650280263689	7,838
KALOBYEI SECONDARY SCHOOL NG-CDF PMC	EQUITY	1650286258807	4,567
ST.PATRICK'S LOMIDAT PRIMARY SCHOOL NG-CDF PMC	KCB	1287119085	16,202
ST. TERESA NAKWAMOR PRIMARY SCHOOL NG-CDF PMC	KCB	1146819595	8,320
ST. COSMAS NAPOONGOIT PRIMARY SCHOOL NG-CDF PMC	KCB	1280377178	1,056
EMILAIT PRIMARY SCHOOL NG-CDF PMC	EQUITY	1650279251531	7,600
ST. JOHN'S LOKICHOGGIO PRIMARY SCHOOL & J.S.S NG-CDF PMC	EQUITY	1276518714	86,222
AIC LOPUR PRIMARY SCHOOL	EQUITY	1650284520310	546,241
AIC LOPUR PRIMARY SCHOOL	EQUITY	1650284520310	1,618
AIC LOPUR PRIMARY SCHOOL	EQUITY	1650284520310	4,568
ST.MATHEW NADOME	EQUITY	1650282221784	15,612
AIC LOKICHOGGIO GIRLS	EQUITY	1650284648014	35,655
KAKUMA ARID ZONE PRIMARY	EQUITY	1650284486381	186,168
KAKUMA MIXED PRIMARY SCHOOL	EQUITY	1650285163235	29,550
NATIIRA PRIMARY SCHOOL	EQUITY	1650279304948	201,275
NATIIRA PRIMARY SCHOOL	EQUITY	1650279304948	6,244
KOMUDEI PRIMARY	EQUITY	1650279304948	106,224
LORITIT PRIMARY SCHOOL	EQUITY	16502720663951	38,506
TOTAL			54,386,996

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

Annex 3: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status	Timeframe
REF: ELD/TURWC DF/33/16/2	Irregular payment of bursaries to both secondary and tertiary school	Query responded to	Fund Account Manager	Not resolved	30 June 2026
REF: ELD/TURWC DF/33/16/2	Transfers to secondary schools and other grants transfers	Query responded to	Fund Account Manager	Not resolved	30 June 2026
REF: ELD/TURWC	Irregular expenditure of Emergency Funds	Query responded to	Fund Account	Not	30 June 2026

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status	Timeframe
DF/33/16/2			Manager	resolved	
2017-2018-1-01-0124-09-03	Management should ensure that the financial statements are revised to reflect a true and fair presentation of the financial position of NGCDF	<i>We have amended the financial statements accordingly to reflect a true and fair view.</i>	Mathew Kipsanai Fund Account Manager	Not resolved	30 June 2026
2017-2018-1-01-0124-09-03	Included in the training expenses figure of Kshs. 745,020 reflected in note 5 to the financial statements is an expenditure of Kshs. 310,000 which was not supported by invitation, attendance registers, and work tickets.	<i>Transfers to Secondary Schools had a variance of Ksh 5,000,000 attributed to voucher no. 10 for Lokichoggio mixed secondary school dated 26.7.2018 erroneously included in the financial year under review.</i>	Mathew Kipsanai Fund Account Manager	Not resolved	30 June 2026
	Included in transfers to primary schools figure of Kshs17, 600,000 is environment and emergency projects expenditure of Kshs.1,130,000 and ksh1,100,000 respectively were transferred to Emiliat Primary bank account. No explanation has been provided for not opening separate bank accounts for each project and no reason was provided for not charging each expenditure to its expenditure item.	<i>The Ksh1, 100,000 was funds approved by the Board under code K4-023-124-2630204-104-2017/2018-006 for Completion of the girl's dormitory (Walling, flooring, painting, roofing and branding) and not under emergency funds. Ksh 1,130,000 was funds disbursed to the school for construction of boys</i>	Mathew Kipsanai Fund Account Manager	Not resolved	30 June 2026

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

Reference No.on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status	Timeframe
		<i>and girls latrines which had been submerged by floods. The NGCDFC has put in measures to ensure that each Project Management committee opens a separate bank account for NGCDF Funded projects</i>			
2017-2018-1-01-0124-09-0	Note 6 to the financial statements reflects transfers to secondary schools figure of Kshs.10, 600,000 which vary with the supporting documents figure of Kshs.15, 600,000 resulting to a variance of Kshs.5,000,000 which has not been explained or reconciled. Further, the transfers were made to one project management committee bank account used for the secondary school projects contrary to section 15(1) and 29(3) of the National Government Constituency Development Fund Regulations, 2016 which requires the project management committee to open a separate bank account in an approved bank for each approved project. Further, expenditure returns by the project management committee were not availed for audit verification	<i>Transfers to Secondary Schools had a variance of Ksh 5,000,000 attributed to voucher no. 10 for Lokichoggio mixed secondary school dated 26.7.2018 erroneously included in the financial year under review.</i>	FAM	Not Resolved	30 June 2026



.....
Name: Bethwel N. Lokatoi
Fund Account Manager.