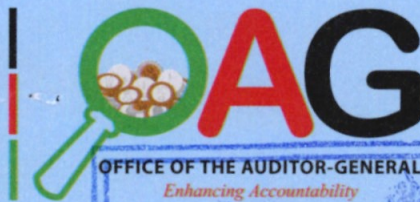


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 21 APR 2026

DAY.  
TUESDAY

REPORT

TABLED

HON. SILVIANUS OJORO, MP  
(MAJORITY PARTY WHIP)

CLERK-AT  
THE-TABLE

INZOFU MWALE

PARLIAMENT  
OF KENYA  
LIBRARY

OF

THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND -  
NDARAGWA CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE, 2025



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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

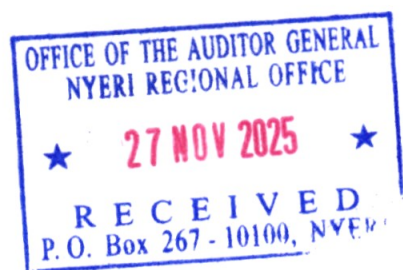
NDARAGWA CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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



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

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## **1. Acronyms and Definition of Key Terms**

### **A. Acronyms**

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

### **B. Definition of Key Terms**

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

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

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

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

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

### **Mandate**

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

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

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

**Vision**

Equitable Socio-economic development countrywide.

**Mission**

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

**Core Values**

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

### **Functions of NG-CDF Committee**

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

#### **(b) Key Management**

The NG-CDF Ndaragwa Constituency's day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NG-CDFB)
- ii. National Government Constituency Development Fund Committee (NG-CDFC)

#### **Fiduciary Management**

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

No	Designation	Name
1.	AIE holder	Anthony Kiragu Mwangi
2.	National Sub-County Accountant	Simon Marwa Gimase
3.	Chairman NG-CDFC	Stephen Theuri Gathiru
5.	Member NG CDFC	Agnes Wanjugu Muriithi

#### **(c) Fiduciary Oversight Arrangements**

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

**(d) NG-CDF Ndaragwa Constituency Headquarters**

CDF Office Building  
Nyahururu – Nyeri Road  
Ndaragwa, KENYA.

**(e) NG-CDF Ndaragwa Constituency Contacts**

P.O. Box 16-20306  
Telephone: (254) 721898531  
E-mail: [cdfndaragwa@NG-CDF.go.ke](mailto:cdfndaragwa@NG-CDF.go.ke)  
Website: [www.NG-CDF.go.ke](http://www.NG-CDF.go.ke)

**(f) NG-CDF Ndaragwa Constituency Bankers**

1. Bank Account. (Operations Account).  
Bank Name: Family Bank  
Branch: Nyahururu  
Account Name: Ndaragwa NG-CDF  
Address: Nyahururu
2. Bank Account. (Deposit Account).  
Bank Name: Family Bank  
Branch: Nyahururu  
Account Name: Ndaragwa deposit account  
Address: Nyahururu
3. Various PMC Accounts
  - Kenya commercial bank, Nyahururu branch
  - Sidian Bank, Nyahururu Branch
  - Family Bank, Nyahururu Branch

**(g) Independent Auditor**






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

**(h) Principal Legal Adviser**


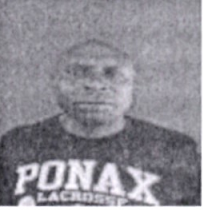



The Attorney General  
State Law Office  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya

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**3. NG-CDF Committee**

Name	Details
<p>Chairman Stephen Gathiru</p> 	<p>DOB 09/04/1962 Diploma in education Retired head teacher Worked in various schools as a teacher, deputy head teacher and head teacher Has been secretary to various farmers organizations, Currently chairperson to Viktas Sacco</p>
<p>Rhoda Wanjira Mwai</p> 	<p>DOB 05/09/1986 Diploma in community health Community health worker, Peer educator Secretary to various community groups</p>
<p>Agnes wanjugu Muriithi</p> 	<p>DOB 21/07/1974 Secondary school education Peer counselor Works as pear counselor, church secretary and farmers Cooperative secretary</p>
<p>Rachael Wanjiru Mwangi</p> 	<p>DOB 16<sup>th</sup> may 1999 Bachelor of arts Egerton university Board of Management teacher Peer counselor Secretary to various institutions</p>
<p>Catherine Njeri Kimarigu</p> 	<p>DOB 19<sup>th</sup> July 1976 Secondary school education Certificate in computer studies Peer counselor, works as a chairperson and secretary to various community groups</p>
<p>Samuel Gitau Wanjiru</p>	<p>DOB 22/02/2000 Secondary School education Certificate in computer application</p>

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	<p>ICT manager at Precision Computer Center</p>
<p>Daniel Ndirangu Gikaara</p> 	<p>DOB 1975          Secondary education          Professional driver          Worked in sales in various companies and chairman to various community groups          Has been a bursar and secretary to farmers</p>
<p>Joseph Mathenge Gachoya</p> 	<p>DOB 1957          Secondary school          College –administrative book keeping and management          Chairperson to various community groups</p>
<p>Anthony Kiragu Mwangi</p> 	<p>DOB 1976          MBA Finance          Fund Account Manager for Ndaragwa NG-CDF          An Ex-officio member of the NG-CDF Committee</p>
<p>Angeline were</p> 	<p>DOD 1970          Bachelors of Arts - Sociology          Deputy County Commissioner for Nyandarua North and an Ex-Officio Member of the NG-CDF Committee</p>

1. Josphat Maina served 2 years and retired
2. Loise Wahu served 2 years and retired

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



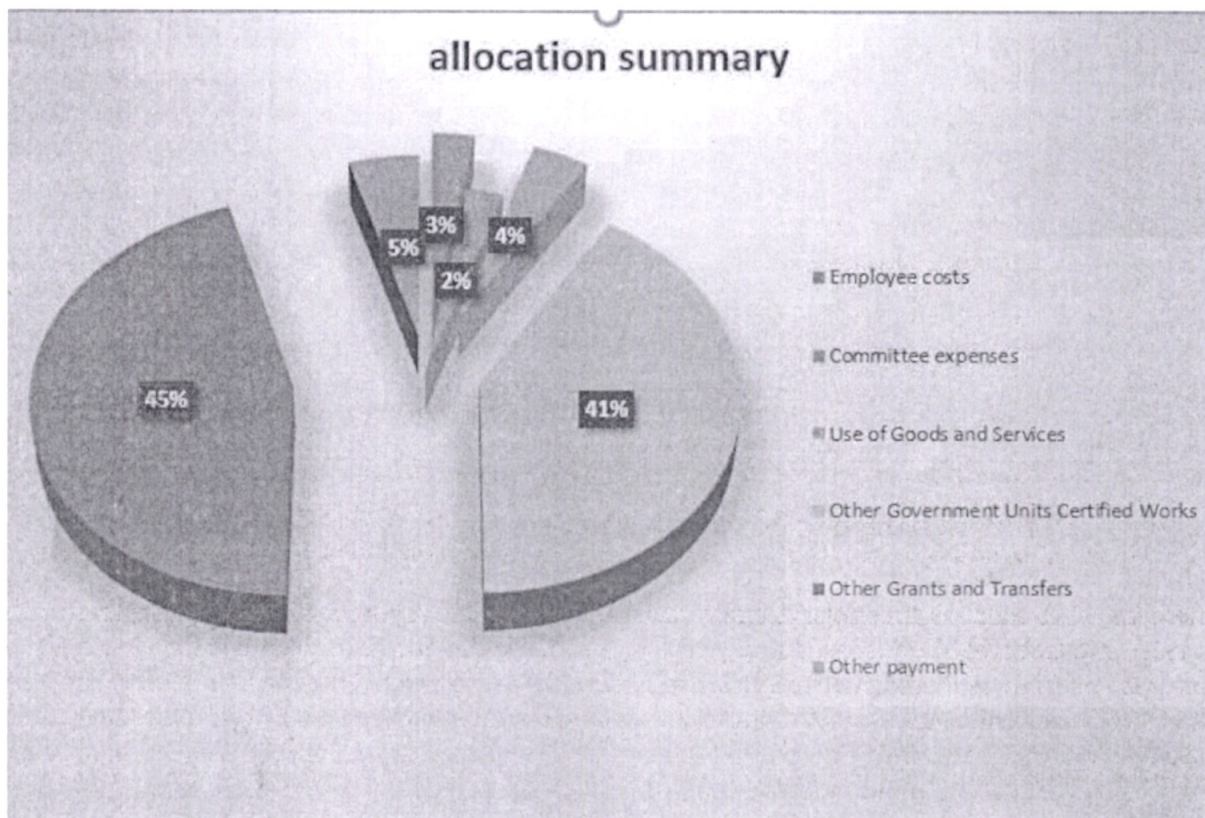
It is my great pleasure to present the annual report and financial statement prepared in accordance with the accrual basis of accounting method under the International Public Sector Accounting Standard (IPSAS) for the financial year ended 30<sup>th</sup> June, 2025

In the financial year 2024/2025 Ndaragwa NG-CDF total allocation to be received from the NG-CDF Board was Kshs 170,469,856 however during the year what was actually disbursed was Kshs 128 000,000 plus we also received Kshs 44,001,253 being outstanding disbursements in relation to previous financial years and an opening cash book balance of Kshs 15,472,700.00 hence the total amount available and received for utilization for the financial year was Kshs 187,473,953 against our original budget for expenditure for financial year 2024/2025 which was Kshs 229,943,809,028. However, by the end of the financial year of June 2025 the outstanding undisbursed funds from the board were Kshs 42,469,856 which also included unapproved funds totaling to Kshs 7,205,000 by the end of the financial year.

##### **Allocation summary**

During the financial year 2025-25 other grants and transfers took a considerable share of 45% of the total budget allocation out of which the biggest share was allocated to bursaries at Kshs 63,000,000. Transfers to other government units stood at 41% out of which the primary schools component took the majority of the allocation. Committee expenses were at 2% of the total allocation while Use of goods and services took 4% of the total allocation. Finally, compensation to employees and other payments took an allocation at 3% and 5% respectively

of the total allocation, other payments included two digital hubs one at Ndaragwa NG-CDF Office and the other one will be built at Leshau Pondo ward in Ndogino market so as to improve the computer literacy within the constituency.



## **ACHIEVEMENTS**

During the year we were able to renovate 26 Classroom and construct 12 classes, two administration blocks all in primary Schools in order to help enhance and improve education infrastructure within the constituency. During the period we were able to give bursaries to over 9,400 needy students with secondary schools being given Kshs 5,000 each, special schools Kshs 6,000 each, tertiary and universities Kshs 5,000 and Kshs 8,000 each respectively; there were also scholarship students benefiting with bursaries ranging from Kshs7,000 to Kshs45,000

In the security sector we were able to do a complete police post at Mailo-inya, being one of the most populated areas in the constituency, to improve security system for the surrounding areas and working space for officers. We were also able to complete one other police post and three

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chief offices. During the period we were able to do water harvesting and planting of trees in four schools, this will improve hygiene of the students and also will be used in taking care of the trees planted.

There were some emergencies that arose during the period some of which involved construction of student toilets that were in a very pathetic condition and not fit for use.

**Karai Chiefs Office**



Renovations at Ngaindeithia and Mungetho Primary School  
This improved the learning standards for the student.



Ngaindeithia Primary School



Mungetho Primary School

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Administration block at Baari primary school

This helps in improving the working environment for the teaching staff.



Up coming police post at mailo inya



### Challenges

It is also important to highlight the need for the National Treasury to promptly release funds to the NG-CDF Board to allow it disburse the same to the constituencies for efficiency and effectiveness in the implementation of projects.

The NG-CDF is planning to intensify PMC capacity building and carrying out intensive monitoring and evaluation to ensure any emerging challenge is sorted out within the shortest time possible.

.....  
Name: Stephen Gathiru  
Chairman NG-CDF Committee

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

### Introduction

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

The key development objectives of the **NG-CDF Ndaragwa Constituency** 2022-2027 plan are to:

1. To improve infrastructure in learning institutions
2. To improve access to education
3. To improve academic performance in KCPE and KCSE
4. To enhance and sustain security in the constituency
5. To promote sustainable environment management practices
6. To promote sustainable youth empowerment programmes

### Progress on the attainment of Strategic development objectives

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

Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Number of usable physical infrastructure build in primary, secondary, and tertiary institutions Number of bursary's beneficiaries at all levels	In FY 2024/25 we were able renovate 26 classrooms and also constructed 12 classrooms, two administration blocks 70 desks in the primary school and One classroom in secondary school, built two toilet blocks in secondary schools, and a hall  we also managed to issue bursaries to over

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				9400 needy students in both local schools and schools outside the constituency by awarding secondary schools Kshs5,000, universities Kshs 8,000 and 6,000 for special school and also between 8,000 and 45,000 for partial and full bursaries
Security	To ensure security is achieved for all	Stability in all affairs being undertaken	No. of police posts /Chiefs Offices constructed and improvement of infrastructure in security installation sites	During this financial year Ndaragwa constituency was able to construct to construct one police post in a high population area Mailo-Inya to improve the security and the condition of the existing office. Constructed to completion one chiefs office and a toilet block.
Environment	To ensure environmental sustainability and clean environment	Clean environment and forest cover	Number of environmental projects and activities carried out	Ndaragwa NG-CDF was able to do water harvesting in 4 primary schools (Mithuri Primary, Makereka Primary, Uruku Primary, Kiharo Primary and completion of the NG-CDF office water harvesting project
Emergency	To solve catastrophic occurrences within the constituency	Smooth flow of activities which could have halted in the absence of the emergency fund.	The number of emergency cases responded to and restoration of normalcy	During financial year 2024/2025 Ndaragwa NG-CDF was able to construct four toilet block in four schools two of which were for teachers

## 6. Governance Statement

### Appointment and Removal of NG-CDFC Members

The Ndaragwa National Government Constituency Development Fund Committee (NG-CDFC) is constituted in accordance with the provisions of the NG-CDF Act, 2015. The appointment of NG-CDFC Members is carried out through a transparent and democratic process. Members are nominated by various stakeholders within the constituency, including community representatives, government officials, and civil society organizations. The final appointment is approved by the NG-CDF Board, ensuring a broad and inclusive representation of the community

Constituency Committee shall comprise of;

- a) The national government official responsible for co-ordination of national government functions.
- b) Three men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
- c) Three women nominated in accordance with subsection (3) one of Whom shall be a youth at the date of appointment;
- d) One person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
- e) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote..
- f) One member co-opted by the Board in accordance with regulations made by the Board

The current NG-CDFC members were gazetted in 11<sup>th</sup>April 2025 and the persons appointed are drawn from different areas.

#### Vetted Nominees

NO.	NAME	CATEGORY	WARD
1.	Stephen Theuri Gathiru	Male (adult) representative	Leshau pondo
2.	Rhoda Wanjiru Mwangi	Female (adult) representative	Central
3.	Samuel Gitau Wanjiru	Male (Youth) representative	Leshau pondo
4.	Rachael Wanjiru Mwangi	Female (female) representative	Shamata

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5.	Daniel Ndirangu Gikaara	Male nominee representative	Kiriita
6.	Agnes Wanjugu Muriithi	Female nominee representative	Central

Constituency Nominees Co-opted Member

NO.	NAME	Occupation	WARD
1.	Joseph Mathenge Gachoya	Business man	Shamata

Members of the NG-CDFC may be removed in accordance with the provisions of the NG-CDF Act, 2015, and relevant regulations.

Grounds for removal include

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

### **Roles and Functions of the Committee**

The functions of the National Government Constituency Development Fund Committees members 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,

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- 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;
- x. Receive and address all complaints concerning the

### Induction and Training of Members

Upon appointment, NG-CDFC Members undergo a comprehensive induction program. This program equips Members with a thorough understanding of their roles, responsibilities, and ethical obligations. Training sessions are conducted regularly to keep Members updated on relevant laws, regulations, and best practices in governance, finance, and project management.

### Number of Meetings held

The NG-CDFC holds regular meetings to deliberate on NG-CDF matters, project progress, and financial issues. The Committee is required to convene at least once every month and at most twenty-four meetings in a year. It also includes additional meetings scheduled in between to address emerging issues and project needs.

	Name of committee member	08	2	04/	28/	06/	26/	06/	22/	08/	03/	22/	06/	27/	27	07	28/	07	28	2
		/7/	6/	8/2	8/2	9/2	9/2	10/	10/	11	12/	12/	01/	01/	/ 2 /	/3/	3/2	/4/	/4	9/
		24	7/	4	4	4	4	24	24	/24	24	24	25	25	25	25	5	25	/2	5/
			2																5	2
			4																	5
1.	Stephen Gathiru	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
2.	Rhoda W. Mwai	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
3.	Josphat M. Kariuki	√	√	√	√	√	√	√	√	√	√	√	√	√	√					
4.	Loise W. Githinji	√	√	√	√	√	√	√	√	√	√	√	√	√	√					
	Samuel Giatu															√	√	√	√	√
5.	Agnes W. Muriith	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
6.	Catherine Njeri K.	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
	Rachael Wambui														√	√	√	√	√	√

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7.	Joseph M Gachoya	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
8.	Daniel N. Gikaara	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
9.	A.Kiragu Mwangi	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
10	Charles Wandimi	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓								
11.	Angeline were									✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

**Members' Remuneration**

NG-CDFC Members serve the constituency and are not given a salary but an allowance as compensation for their service. This ensures that their decisions and actions are guided solely by the best interests of the constituency and not influenced by personal gain. The chairman is given an allowance of Kshs 7,000 while other members are give Kshs 5000 per meeting

**Disclosure Policy on Conflict of Interest**

The NG-CDFC is committed to maintaining the highest standards of integrity and transparency. To address potential conflicts of interest, Members are required to disclose any personal, financial, or professional interests that may conflict with their responsibilities as NG-CDFC Members. In cases of conflicts, Members are expected to excuse themselves from relevant discussions and decisions, and these conflicts are duly recorded in the minutes of the meetings.

**Members' Remuneration**

NG-CDFC Members serve the constituency and are not given a salary but an allowance as compensation for their service. This ensures that their decisions and actions are guided solely by the best interests of the constituency and not influenced by personal gain.

**Ethics and Conduct**

The NG-CDFC is guided by a strict code of ethics and conduct that includes principles such as integrity, accountability, transparency, and professionalism. Members are expected to adhere to these principles in all their dealings related to NG-CDF matters.

## **Risk Management**

The NG-CDFC recognizes the importance of risk management in the prudent utilization of NG-CDF funds. The Committee, in collaboration with relevant stakeholders, assesses and mitigates risks associated with project implementation, financial management, and governance. Regular risk assessments are conducted to identify potential threats and develop strategies to address them.

This governance statement reflects our commitment to ensuring responsible and effective governance of the Ndaragwa NG-CDF. It provides transparency and accountability to the constituents we serve and upholds the principles of good governance in all our activities.

## **7. Environmental and Sustainability Reporting**

Ndaragwa Environment Sustainability guidelines have been developed to;

1. Ensure that Ndaragwa NG-CDF establishes systems of environmental impact assessment, environmental audit, monitoring, and reporting of the environmental activities undertaken at the Constituency levels.
2. Ensure that the Constituencies continue to priorities and improve environmental sustainability projects.
3. Encourage Community participation in identification, protection, and conservation of environment.
4. Improve on planning and utilization of allocation for environmental sustainability funds in all constituencies.
5. Ensure proper mechanisms of monitoring and reporting of the environmental activities.

In this, Ndaragwa NG-CDF has prioritized in supplying of water tanks and water harvesting in the constituency and concentrating mostly in Schools. The CDFC also intends to plant trees in various schools in different schools so as to promote environment conservation.

### **i. Sustainability strategy and profile -**

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

- a. **Education and Training:** Ndaragwa Constituency's focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers, thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalized groups, including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NG-CDF 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.

**ii. Environmental performance**

Ndaragwa NG-CDF acknowledges that its operation has direct impact on environment. Hence, the NG-CDF has allocated part of its budget on environment conservation through activities such as

- Construct proper toilets in schools
- Create awareness on Planting trees in public schools and security offices
- water harvesting in public schools
- Create awareness on use of energy saving Jikos to save on forests
- Train people on various ways of conserving the environment
- During the year we were not able to plant trees but we did water harvesting for several schools both secondary schools and primary schools
- During the handing over of projects the community is usually sensitized on various impacts of drug abuse on the person and the community at large.

**iii. Employee welfare**

We invest in providing the best working environment for our employees. Ndaragwa constituency recruitment is guided by Employment Act, NG-CDF 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. Ndaragwa 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.

**iv. Market place practices-**

Ndaragwa 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 honoring all contracts and settling payments promptly. NG-CDF 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

**v. Community Engagements-**

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

**Public Participation in Project Identification and Implementation and Monitoring**

NDARAGWA Constituency 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 gives full consideration to 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.

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

.....  
Name: A. Kiragu Mwangi  
Fund Account Manager.

## **8. Management Discussion and Analysis**

### **The operational and financial performance of the Fund**

Ndaragwa NG-CDF has existed since the inception of the constituency. However, the fund has made great achievement in the last five years. Some of the areas the fund made great achievement are in the education sector mainly secondary and primary schools, we have also done considerable activities in the security sector

On emergencies the fund has responded to various activities mainly construction of toilets in schools whose toilets have collapsed across the constituency.

Ndaragwa NG-CDF over the five years, have been able to improve the conditions of schools through construction of classes, administration blocks, toilets, and multipurpose halls the fund has been able to construct over 80 classes and renovated over 150 classes, over 5 administration offices to help in the improving working conditions for the teacher

The fund has also been able to train over 500 students on computer studies and online marketing giving them skills to do online jobs

Ndaragwa NG-CDF was also been able to allocate bursaries to over 50,000 students from needy background and also do over 300 scholarships whereby the students are given bursaries of between Kshs 8,000 and Kshs 45,000 respectively.

The fund has also engaged over 300 students in Ndaragwa technical and vocational college whereby they are trained on short courses.

On supporting the ICT Ndaragwa NG-CDF has allocated funds to Kirita ICT hub whereby it has been able to improve on the digital literacy. There is also another ICT hub coming up in the Leshau Pondo ward at Ndogino market to expand the use of internet services. we are also planning to allocate more funds to construct one hub in each of the wards

In the security sector we have been able to construct 2 police posts one of which is ongoing and the other one is complete and ready for use but awaiting deployment of personnel. This has really improved the security within the constituency. We have also built over 10 chiefs' offices to bring services to the people and also improve the working conditions of the administration officers.

### **Compliance with statutory requirements**

Ndaragwa NG-CDF is subject to and complies with all the legal requirement, it is run on the basis of the constitution, statutes and guidelines from the board.

The fund specifically operates under the NG-CDF act of 2022 amended (2024) and NG-CDF regulations of 2016.

We are also audited on compliance by more than four audit institutions every financial year.

### **Major risks facing the Fund**

Ndaragwa NG-CDF just like any other institution faces risks or challenges in its operations. However, those risks may not be very unique to this fund alone. However, some of the major risks facing the fund is the delay in disbursement of the fund to the constituency. These delays often lead to underutilization of the funds and subsequent delay in the implementation of very crucial live saving projects in the constituency.

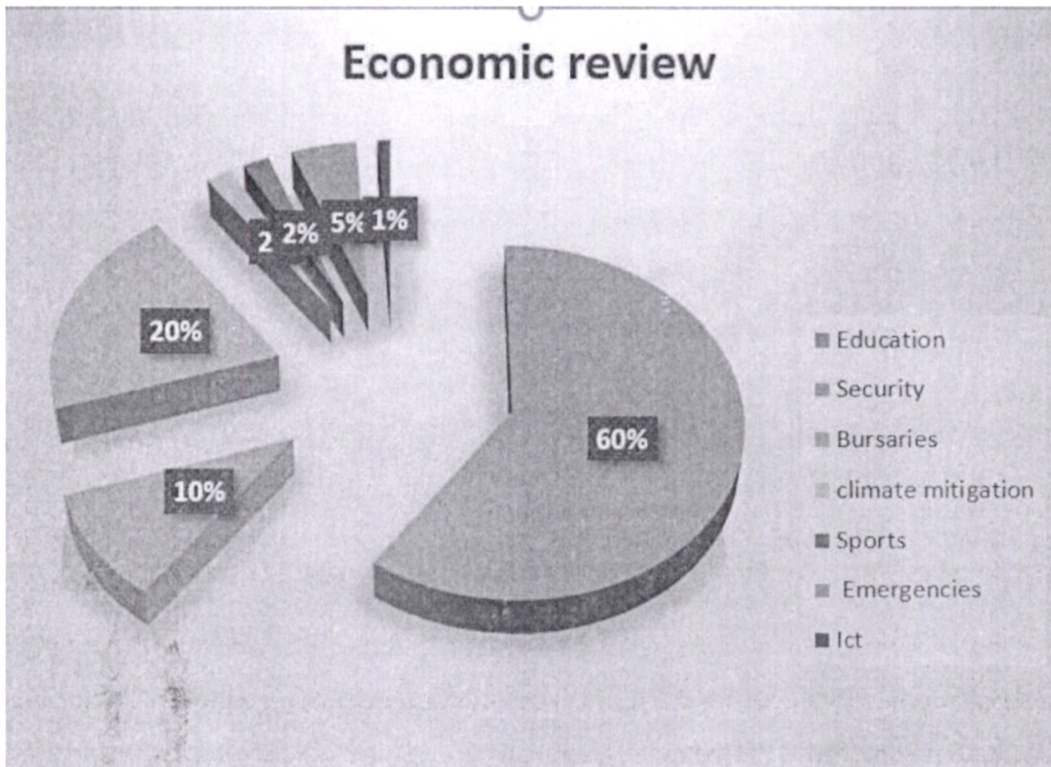
Such delays have persisted in the fund for the last five years hampering the operation of the fund. This has denied the citizens of Ndaragwa the much needed service delivery.

### **Review of the economy, review of the sector.**

Ndaragwa NG-CDF majorly helped several sectors of the economy. These sectors include;

1. Education
2. Security
3. Bursaries
4. Environment/climate mitigation
5. Sports
6. Emergencies
7. ICT

These sectors greatly benefited from the fund. The Chart below illustrates how the fund greatly contributed to each sector in the constituency for the last five years.



#### Future developments

The constituency has developed a strategic plan to be fully implemented in the within its period. The strategic plan outlays future plans of the constituency and what, how and when they should be implemented.

The strategic plan will guide the future development of the constituency in general. The constituency this auspicious plan to raise the living standards of the constituents. Among the objectives of the strategic plan include:

1. Youth Empowerment
2. Ensure fair distribution of resources
3. Ensure uniform and equal development across the constituency
4. To promote and preserve environment for future Generations

To achieve the above objectives, the management of the constituency has put strategic plans to make the achievement more possible before the end of the current term.

Name: A. KIRAGU MWANGI  
FUND ACCOUNT MANAGER

## **9. Statement Of Management Responsibilities**

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

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

The Accounting Officer in charge of the NG-CDF-Ndaragwa Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the constituency's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2025, and of the entity's financial position as at that date. The Accounting Officer charge of the NG-CDF-Ndaragwa 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.

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

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

#### Approval of the financial statements

The NG-CDF-Ndaragwa Constituency financial statements were approved and signed by the Accounting Officer on 17/11/2025.



.....  
Name: Stephen Gathiru  
Chairman – NG-CDF Committee



.....  
Name: A. Kiragu Mwangi  
Fund Account Manager

# REPUBLIC OF KENYA

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

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

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### PREAMBLE

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

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

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of National Government Constituencies Development Fund - Ndaragwa Constituency set out on pages 1 to 64, which comprise of the statement of financial position as at 30 June, 2025

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Ndaragwa National Government Constituencies Development Fund 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 (including the transitional provisions permitted under IPSAS 33) and comply with the National Government Constituency Development Fund Act, 2023 and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Depreciation and Amortization Expense**

The statement of financial performance and as disclosed in Note 15 to the financial statements reflects a depreciation and amortization expense amount of Kshs.139,000. However, the asset register provided for audit reflects the Fund's assets with a total book value of Kshs.31,436,658 indicatives that depreciation recorded in the financial statement is misstated.

In the circumstances, the accuracy and reliability of the financial statement could not be confirmed.

#### **2. Unsupported Project Management Committee Account Balances**

The statement of financial position and as disclosed in Note 19 to the financial statements reflect cash and cash equivalent balance of Kshs.44,820,160 which include Project Management Committee (PMC) account balances of Kshs.13,402,637 held in various bank accounts as shown in Annex 2 to the financial statements. However, expenditure returns from the PMCs, cashbooks, and bank reconciliation statements were not provided for audit verification.

In the circumstances, the accuracy of Project Management Committee (PMC) account balances of Kshs.13,402,637 could not be confirmed.

#### **3. Undisclosed Property, Plant and Equipment**

The statement of financial position and as disclosed in Note 23 to the financial statements reflects property, plants and equipment balance of Kshs.417,000 in respect of motor vehicle. However, other assets such as land, building, furniture & fittings and computer & ICT equipment where not included in the financial statements.

In the circumstances, the accuracy and completeness of property, plant and equipment balance of Kshs.417,000 cannot be confirmed.

#### **4. First-Time Adoption of IPSAS 33 and Transitional Provisions**

The front page of the financial statements indicated that the financial statements were prepared in accordance with transitional IPSAS Financial Statements/ the accrual basis of accounting method under the International Public Sector Accounting Standards (IPSAS) instead of indicating one option that was adopted. In Note 2 to the financial statements the entity states that it took advantage of transition provisions under IPSAS 33 and adopted a phased approach. However, The Fund did not disclose the specific transitional provisions and measures being taken towards full compliance with IPSAS Accrual contrary to IPSAS 33 which requires an entity that utilizes any transition exemptions to clearly disclose the transition provisions that it has applied.

In the circumstances, the financial statements do not comply with the reporting template as prescribed by the Public Sector Accounting Standard Board.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Ndaragwa NGCDF 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 for the year ended 30 June, 2025 reflects a revenue budget of Kshs.256,455,526 and actual on comparable basis totalling Kshs.213,985,669 respectively resulting to an under funding of Kshs.42,469,857 or 17% of the approved budget. Further, the statement of comparison of budget and actual amounts reflects approved expenditure budget of Kshs.256,455,526 against the actual expenditure of Kshs.169,165,509 resulting to an under-expenditure of Kshs.87,290,017 or 34% of the budget.

The under-funding affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

#### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effects of 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 Matter**

### **Unresolved Prior Year Matters**

The progress on follow-up on Auditor's recommendations section of the financial statements reflects that the following issues raised in the previous year's audit report remained unresolved as at 30 June, 2025:

- i. Unsupported PMCs Balances
- ii. Inaccuracies in bursary disbursements
- iii. Unutilized funds
- iv. Poor implementation of projects

No satisfactory explanation was provided for the delay in resolving the issues.

### **Other Information**

The Management is responsible for the Other Information set out on page iii to xxix which comprise of Key Constituency Information and Management, NGCDF Team, NGCDF Chairman's Statement, Statement of Performance Against Predetermined Objectives, Governance Statement, Environmental and Sustainability Reporting, Management Discussion and Analysis, Statement of Management's Responsibilities and Report of the Independent Auditor on the NGCDF Ndaragwa Constituency. The Other Information does not include the financial statements and my audit report thereon.

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

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

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effects 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. Lack of Acknowledgment for Bursary Awards**

The statement of financial performance and as disclosed in Note 14 to the financial statements reflects other grants and transfers amounting to Kshs.94,081,447 which

includes bursary expenditure of Kshs.62,717,687. However, the expenditure was only supported with 75% of acknowledgement receipts from the beneficiary's institutions. Further, Note 14 to the financial statements does not specify secondary, tertiary and special schools allocations.

In the circumstances, Management was in breach of law.

## **2. Surrendered Balances in Project Management Committee Account**

The statement of financial position and as disclosed in Note 19 to the financial statements reflect cash and cash equivalent balance of Kshs.44,820,160 This include Project Management Committee (PMC) account balances of Kshs.13,402,637 being unutilized balance from the funds released by the Ndaragwa NGCDF for various projects and activities.

All unutilized funds of the Project Management Committee (PMC) are supposed to be returned to the constituency account and should be accounted for as other receipts upon return to the constituency account as per Section 12(8) of the NGCDF Act, 2015 that states that, all unutilized funds of the Project Management Committee shall be returned to the constituency account.

In the circumstances, Management was in breach of law.

## **3. Review of Quarterly Financial Reports**

The quarterly financial statements and reports for quarter one, two, three and four were not prepared, nor submitted 15 days after end of each quarter to the County Treasury This is contrary to Section 83 of the Public Finance Management Act, 2012 clause 1-3 that stipulates that the accounting officer shall prepare quarterly reports for government entities not later than fifteen days after the end of each quarter, the accounting officer shall then submit the quarterly report to the National Treasury.

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

## **4. Non-Adherence to National Cohesion and Integration Commission Act, 2008**

Review of the personnel records revealed that the Fund Committee's Staff population was Eleven (11). However, ten (10) out of the Eleven (11) members of staff representing 91% were from the one ethnic community. This is contrary to Section 7(2) of the National Cohesion and Integration Act, 2008 which states that no public establishment shall have more than one third of its staff from the same ethnic community.

In the circumstances, Management was in breach of law.

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

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

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

### **Responsibilities of the Management and Board of Management**

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

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

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

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

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

## **Auditor-General's Responsibilities for the Audit**

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

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

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

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

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**05 December, 2025**

*National Government Constituencies Development Fund (NGCDF)  
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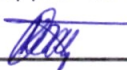
**11. Statement of Financial Performance for the Year Ended 30th June 2025**

	Note	FY 2024/2025
		Kshs
<b>Revenue from non-exchange transactions</b>		
Transfers from the NG-CDF Board	6	170,469,857
Transfers from domestic and foreign partners	7	-
<b>Revenue from exchange transactions</b>		
Finance income	8	-
Miscellaneous income	9	-
<b>Total revenue</b>		<b>170,469,857</b>
<b>Expenses</b>		
Employee costs	10	4,477,673
Committee expenses	11	4,498,000
Use of Goods and Services	12	6,002,791
Other Government Units Actual expenditure	13	60,426,634
Other Grants and Transfers Actual expenditure	14	94,081,447
Depreciation and amortization expense	15	139,000
Digital Hubs Expenses Actual expenditure	16	-
<b>Total expenses</b>		<b>169,625,546</b>
<b>Other gains/(losses)</b>		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
<b>Surplus/(Deficit) for the year</b>		<b>844,311</b>

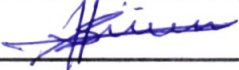
The Constituency financial statements were approved by the NG-CDFC on 17/11/2025 and signed by:

  
\_\_\_\_\_

Chairman NG-CDF  
Committee  
Name: Stephen Gathiru

  
\_\_\_\_\_

Fund Accountant Manager  
Name: A. Kiragu Mwangi

  
\_\_\_\_\_

National Sub-County  
Accountant  
Name: Simon Marwa  
ICPAK M/No: 15600

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

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

	Note	FY 2024/2025	Opening Statement 1st July 2025
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash And Cash Equivalents	19	44,820,160	41,984,416
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	42,469,857	44,001,253
Prepayments	22	69,145	58,101
<b>Total Current Assets</b>		<b>87,359,162</b>	<b>86,043,771</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	23	417,000.00	-
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
<b>Total Non- Current Assets</b>		<b>417,000</b>	<b>-</b>
<b>Total Assets (A)</b>		<b>87,776,162</b>	<b>86,043,771</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	26	-	-
Third Party Deposits	27	848,308	848,308
Lease Liabilities	28	-	-
Gratuity Provision	29	1,997,525	1,109,445
<b>Total Current Liabilities</b>		<b>2,845,833</b>	<b>1,957,753</b>
<b>Non-Current Liabilities</b>			
Lease Liabilities	28	-	-
<b>Total Liabilities (B)</b>		<b>2,864,165</b>	<b>1,976,085</b>
<b>Net Assets (A-B)</b>		<b>84,930,329</b>	<b>84,086,018</b>
<b>Represented by:</b>			
Revaluation Reserves		84,930,328	84,086,017
Accumulated Surplus			
<b>Total Net Assets</b>		<b>84,930,328</b>	<b>84,086,017</b>

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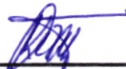
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The Constituency financial statements set out on pages 2 to 5 approved by NG CDFC on 17/11/ 2025 and signed by:



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Chairman NG-CDF  
Committee  
Name: Stephen Gathiru



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Fund Accountant Manager  
Name: A. Kiragu Mwangi



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National Sub-County  
Accountant  
Name: Simon Marwa  
ICPAK M/No: 15600

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

Description	Revaluation Reserves	Accumulated surplus/Deficit	Total
		Kshs	Kshs
Fund Balance as at 30 <sup>th</sup> June 2024	15,472,700		15,472,700
<b>Adjustments</b>			
Recognition of Assets	70,571,070		70,571,070
Recognition of Liabilities	1,957,753		1,957,753
<b>As at July 1, 2024</b>	84,086,017		84,086,017
Surplus/(Deficit) For the Period	844,311		844,311
Revaluation Gain/Loss	-	-	
<b>As at June 30, 2025 (current year)</b>	<b>84,930,328</b>	<b>-</b>	<b>84,930,328</b>

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

	Notes	FY 2024/2025
		Kshs
<b>Cashflows from operating activities</b>		
<b>Receipts</b>		
Transfers from the NG-CDF Board		172,001,253
Transfers from domestic and foreign partners		
Finance income		
Miscellaneous income		
<b>Total Receipts</b>		<b>172,001,253</b>
<b>Payments</b>		
Employee costs		3,589,593
Committee expenses		4,498,000
Use of Goods and Services		6,013,835
Other Government Units Certified Works		<b>60,426,634</b>
Other Grants and Transfers		94,081,847
Digital Hubs Expenses		
<b>Total Payments</b>		<b>168,609,509</b>
<b>Net Cash Flows from/ (used in) Operating Activities</b>	30	<b>3,391,744</b>
<b>Cash flows From Investing Activities</b>		
Purchase of PPE		
Purchase of Intangible assets		-
Proceeds From Sale of PPE		
<b>Net Cash Flows from Investing Activities</b>		<b>556,000</b>
<b>Net increase/(decrease)in cash&amp; Cash equivalents</b>		<b>2,835,744</b>
<b>Cash Flows from Financing Activities</b>		
Lease Payment		-
<b>Net Cash Flows from Financing Activities</b>		<b>2,835,744</b>
Cash and cash equivalents at 1 July	19	<b>41,984,416</b>
<b>Cash and cash equivalents at 30 June</b>	19	<b>44,820,160</b>

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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		
<b>Revenue</b>							
Transfers From the NG-CDF Board	170,469,857	41,984,416	44,001,253	256,455,526	213,985,669	42,469,857	83%
Grants/donations from other entities	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	-	-	
<b>Totals</b>	<b>170,469,857</b>	<b>41,984,416</b>	<b>44,001,253</b>	<b>256,455,526</b>	<b>213,985,669</b>	<b>42,469,857</b>	<b>83%</b>
<b>Expenses</b>							
Employee costs	4,821,230	855,371	677,526	6,354,127	3,589,593	2,764,534	56%
Committee expenses	3,988,000	1,742,460	-	5,730,460	4,498,000	1,232,460	78%
Use of Goods and Services	6,448,529	3,091,410	-	9,539,939	6,013,835	3,526,105	63%
Other Government Units Certified Works	62,705,000	26,365,866	28,550,000	117,620,866	60,426,634	57,194,232	51%

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Other Grants and Transfers	77,302,098	4,585,775	4,450,000	86,337,872	84,081,447	2,256,425	97%
Acquisition of assets	-	2,536,000	-	2,536,000	556,000	1,980,000	22%
other payment	8,000,000	143,696	10,000,000	18,143,696	10,000,000	8,143,696	55%
Funds Pending Approval**	7,205,000	2,663,839	323,727	10,192,566	-	10,192,566	0%
<b>Total Expenditure</b>	<b>170,469,857</b>	<b>41,984,417</b>	<b>44,001,253</b>	<b>256,455,526</b>	<b>169,165,509</b>	<b>87,290,017</b>	<b>66%</b>
Surplus for the period							

**Explanatory Notes.**


1. The under absorption was occasioned by delay in disbursement of funds from the board
2. During the financial year we were able to be funded only Kshs 128,000,000 out of our total 2024/2025 allocation from the board while Kshs 42,469,857 remain undisbursed by 30<sup>th</sup> June 2025
3. During the financial year 2024/2025 we also received Kshs 44,001,253 being undisbursed funds for 2023/2024
4. During the financial year 2024/2025 we had a sum of Kshs 26,511,716 being PMC balances brought forward
5. During the beginning of the financial year our balance as per the cashbook was Kshs 15,472,700
6. During the financial year we had a prepayment Kshs 11,044 in relation to motor vehicle insurance


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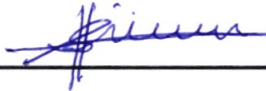
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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	87,290,017
Less undisbursed funds receivable from the Board as at period ended June 2025	42,469,857
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2025	44,820,161

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 17/11/2025 and signed by:

  
\_\_\_\_\_  
Chairman NG-CDF Committee  
Name: Stephen Gathiru

  
\_\_\_\_\_  
Fund Accountant Manager  
Name: A. Kiragu Mwangi

  
\_\_\_\_\_  
National Sub-County  
Accountant  
Name: Simon Marwa  
ICPAK M/No: 15600

*National Government Constituencies Development Fund (NGCDF)*  
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16. Budget Execution by Sectors And Projects For The Year Ended 30<sup>th</sup> June 2025

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>1.0 Administration and Recurrent</b>						
1.1 Compensation Of Employees	4,821,230	855,371	677,526	6,354,127	3,589,593	2,764,534
1.2 Committee Allowances	1,878,000	1,447,650		3,325,650	2,598,000	727,650
1.3 Use Of Goods And Services	3,444,433	2,134,778		5,579,211	3,105,000	2,474,211
<b>Sub-Total</b>	<b>10,143,663</b>	<b>4,437,799</b>	<b>677,526</b>	<b>15,258,988</b>	<b>9,292,593</b>	<b>5,966,395</b>
<b>2.0 Monitoring And Evaluation</b>						
2.1 Capacity Building	1,310,000	173,388		1,483,388	1,206,000	277,388
2.2 Committee Allowances	2,110,000	294,810		2,404,810	1,900,000	504,810
2.3 Use Of Goods And Services	1,694,096	783,244		2,477,340	1,702,835	774,505
<b>Sub-Total</b>	<b>5,114,096</b>	<b>1,251,442</b>	<b>-</b>	<b>6,365,538</b>	<b>4,808,835</b>	<b>1,556,703</b>
<b>4.0 Emergency</b>						
Unutilized	8,972,098	473,301		682,216		682,216
Kihara Primary School				2,500,000	2,499,842	158
Kahindu Primary School				2,500,000	2,116,058	383,942
Mungetho Primary School				830,000	830,000	-
Gakuhi Chege				2,103,183	2,103,183	
Subuku Primary School				830,000	830,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Sub-Total	8,972,098	473,301	-	9,445,399	8,379,083	1,066,316
<b>5.0 Bursary And Social Security</b>						
5.1 Primary Schools				-		-
5.2 Secondary Schools	35,000,000	400,000		35,400,000	35,000,000	400,000
5.3 Tertiary Institutions	25,000,000	234,812		25,234,812	24,717,687	517,125
5.4 Special Needs	3,000,000			3,000,000	3,000,000	-
5.5 Education Support Programmes				-		-
5.6 Social Security	-			-		-
Sub-Total	63,000,000	634,812	-	63,634,812	62,717,687	917,125
<b>7.0 Environment</b>						
				-		-
NG-CDF Office		30,650		30,650	30,650	-
Iria-Ini Primary School	300,000			300,000		300,000
Kiandegge Primary School	300,000			300,000		300,000
Kiharo Primary School		229.00	300,000	300,229	250,058	50,172
Mithuri Primary School			300,000	300,000	298,615	1,385
Uruku Primary School		78.20	300,000	300,078	270,058	30,021
Makereka Primary School			300,000	300,000	260,058	39,943
				-		-
				-		-
Sub-Total	600,000	30,957	1,200,000	1,830,957	1,109,438	721,520
<b>8.0 Primary Schools Projects</b>						

*National Government Constituencies Development Fund (NGCDF)  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Murichu Primary School				-		-
Kiriogo Primary School			850,000	850,000	850,000	-
Kahindu Primary School		283	1,200,000	1,200,283	1,024,000	176,283
Michinda Boarding Primary School			1,500,000	1,500,000	1,498,645	1,356
Gakoe Primary School			1,500,000	1,500,000	1,499,750	250
Nyonjoro Primary School			1,500,000	1,500,000	1,256,544	243,456
Simbara Primary School			1,500,000	1,500,000	1,499,450	550
Ritaya Primary School		45	1,500,000	1,500,045	1,498,850	1,195
Nyakinyua Primary School			1,500,000	1,500,000	1,335,594	164,406
Murichu Primary School			3,000,000	3,000,000	2,975,199	24,801
Baari Primary School		1,116,881	2,100,000	3,216,881	2,999,082	217,799
Subego Primary School		280	3,000,000	3,000,280	2,968,346	31,934
Githunguchu Primary School	3,604,000			3,604,000		3,604,000
Mithuri Primary School	1,500,000			1,500,000		1,500,000
Uruku Primary School	3,000,000			3,000,000		3,000,000
Mwai-Kibaki Primary School	350,000			350,000	349,458	543
Murichu Primary School	487,000			487,000	487,000	-
Nyonjoro Primary School	242,000			242,000	242,000	-
Subego Primary School	675,000			675,000	675,000	-
Kihuha Primary School	1,500,000			1,500,000		1,500,000
Olobolosat Primary School	3,250,000	2,000,000		5,250,000	4,755,909	494,091
Kiandegge Primary School	1,000,000			1,000,000		1,000,000
Kiandegge Primary School	700,000			700,000		700,000

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*Ndaragwa Constituency*  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Raichiri Primary School	1,100,000			1,100,000		1,100,000
Pondo Primary School	2,000,000	170,183		2,170,183	1,955,095	215,088
Mutanga Primary School	320,000			320,000		320,000
Karagoini Primary School	320,000			320,000		320,000
Mungetho Primary School	2,000,000			2,000,000	1,553,154	446,846
Kanyagia Primary School	2,000,000			2,000,000		2,000,000
Kaheho Primary School	1,500,000			1,500,000		1,500,000
Kahindu Primary School	300,000			300,000		300,000
Kiriogo Primary School	2,000,000	425		2,000,425	1,700,077	300,348
Kaheho Primary School	1,500,000			1,500,000		1,500,000
Baari Primary School	750,000			750,000		750,000
Umoja Mbuyu Primary School	1,500,000			1,500,000		1,500,000
Kihingo Primary School	2,000,000			2,000,000		2,000,000
Makereka Primary School	2,000,000			2,000,000		2,000,000
Kagondo Primary School	3,750,000			3,750,000		3,750,000
Kametha Primary School		1,500,000		1,500,000	1,424,868	75,132
Kanjogu Primary School		1,200,000		1,200,000		1,200,000
Kariki Primary School		3,000,000		3,000,000	2,998,510	1,490
Subuku Primary School		2,000,000		2,000,000	1,903,942	96,058
Simbara Primary School		1,227		1,227		1,227
Kanyagia Primary		2,000		2,000		2,000
Muruai Primary School		765		765		765
Kametha Primary School		1,004		1,004		1,004

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Ndaragwa Constituency  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Michinda Primary School		2,703		2,703		2,703
Suguroi Primary School		80,023		80,023		80,023
Ritaya Rimary School		70,433		70,433		70,433
Ngari Primary School		37,636		37,636		37,636
Kanjogu Primary School		462		462		462
Kangocho Primary School		8,009		8,009		8,009
Nyonjoro Primary School		713		713		713
Kihingo Primary School		100,126		100,126		100,126
Kihuha Primary School		26,156		26,156		26,156
Olbollosat Primary School		280		280		280
Kiriogo Primary School		3,236		3,236		3,236
Mahinyu Primary School		2,713		2,713		2,713
Kiandege Primary School		2,557		2,557		2,557
Aberdare School For The Deaf		21,161		21,161		21,161
Iria-Ini Primary School		7		7		7
Kilimanjro Primary School		16,739		16,739		16,739
Kwanjora Primary School		823		823		823
Mithuri Primary School	-	-		-		-
Mukambura Primary School		18,332		18,332		18,332
Raichiri Primary School		7,039		7,039		7,039
Ngawa Primary School		916		916		916
Kariki Primary School		96,404		96,404		96,404

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Ndaragwa Constituency  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kiharo Primary School		68		68		68
Ndururi Primary School		1,302		1,302		1,302
Pondo Primary School		829		829		829
Kangawa Primary		13		13		13
Mwihangia Primary Sch		819		819		819
Ndivai Primary School		184,732		184,732	184,690	42
Kihara Primary School		280		280		280
Kimaru Primary School		648		648		648
Mung'Etho Primary School		289		289		289
Mwai Kibaki Pry School		1,630		1,630		1,630
Ndaya Primary School		77,980		77,980	62,124	15,856
Ndogino Primary School		280		280		280
Kimaru Special School For Mentally Handicapped NG-CDF Pmc Accounts		30,396		30,396		30,396
Kagondo Primary Sch Pmc Acnts		6		6		6
Ndogino Primary School NG-CDF Pmc Accounts		79,731		79,731	79,129	602
Kimaru Primary Sch Pmc Acnts		1,249,301		1,249,301	1,248,979	322
Mungetho Pry Sch Pmc Acnts		973		973		973
Park View Pry Sch Pmc Acnts		364,099		364,099	364,098	1
Sch Pmc Pry Sch Acnts		59,308		59,308	58,999	309
Ngurumo Pry Sch Pmc Acnts		134		134		134
Suguroi Pry Sch Pmc Acnts		27		27		27

*National Government Constituencies Development Fund (NGCDF)  
Ndaragwa Constituency  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
		Kshs	Kshs	Kshs	Kshs	Kshs
Pesi Pry Sch Acnts		11		11		11
Githunguchu Pry Sch Acnts		1		1		1
Warukira Pry Sch Acnts		72		72		72
Muthiga Pry Sch Acnts		183,977		183,977	183,267	710
Karagoini Pry Sch Acnts		42,641		42,641	42,260	381
Umoja Mbuyu Pry Sch Acnts		1,037		1,037		1,037
Kiandege Pry Sch Acnts		2,047,525		2,047,525	1,999,480	48,045
Gitare Pry Sch Acnts		16		16		16
Kiandongoro Pry Sc Pmc Acnts		377		377		377
Uruku Primary Sch Pmc Accounts		78		78		78
Kirera Primary SchPmc Accounts		390		390		390
Mukambura Pry Sch Pmc Acnts		29,623		29,623	28,975	648
Kamburaini Primary SchPmc Acnt		263		263		263
Kiharo Primary Scl Pmc Account		229		229		229
Mairoikumi Primary Sch Pmc Acc		60,558		60,558		60,558
Muririchua Primaryschool NG-CDF Pmc Accounts		149,446		149,446	149,075	371
Kahutha Pry Sch Acnts		54,866		54,866		54,866
Thuita Pry Sch Acnts		612,694		612,694	612,476	218
Kangocho Pry Sch Acnts		69		69		69
Kwanjora Pry Sch Acnts		86		86		86
Kilimanjaro Pry Sch Acnts		943		943		943
Kihingo Pry Sch (Pmc) Acnts		773		773		773
		256		256		256

*National Government Constituencies Development Fund (NGCDF)  
Ndaragwa Constituency  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Wangui Primary			1,500,000	1,500,000	1,328,832	171,168
Mutiumwe Primary School			1,500,000	1,500,000	1,264,196	235,805
Ngari Primary School		71,903	3,000,000	3,071,903	2,739,272	332,631
Ngaindeithia Primary School			3,400,000	3,400,000	3,399,105	896
				-		-
<b>Sub-Total</b>	<b>39,348,000</b>	<b>16,800,236</b>	<b>28,550,000</b>	<b>84,698,236</b>	<b>51,195,428</b>	<b>33,502,807</b>
<b>9.0 Secondary Schools Projects</b>						
Mwihangia Secondary School		1,500,000		1,500,000	1,498,843	1,157
Mukoe Secondary School	357,000	3,500,000		3,857,000	3,499,292	357,708
Irigithathi Secondary School	4,000,000			4,000,000		4,000,000
Kabaa Secondary School	1,500,000			1,500,000		1,500,000
Kirera Secondary School	5,000,000			5,000,000		5,000,000
Wangui Secondary School	5,000,000			5,000,000		5,000,000
Aberdare Mixed Secondary Sch	1,500,000			1,500,000		1,500,000
Raichiri Secondary School	3,000,000	3,500,000	-	6,500,000	3,499,060	3,000,940
Olbolosat Secondary School		463		463		463
Kambaa Technical Sec School		100,713		100,713		100,713
Uruku Secondary School		571		571		571
Karagoini Secondary School		74,676		74,676		74,676
Wangui Secondary School		406		406		406
Subuku Secondary School		1,801		1,801		1,801
Simbara Secondary School		356		356		356
Mwihangia Secondaryschool		39,465		39,465		39,465

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Aberdare Mixed		280		280		280
Muthiga Sec		820		820		820
Baari Secondary School		12,036		12,036		12,036
Aberdare High School		184,818		184,818	184,690	128
Ndaragwa Boys High School		829		829		829
Ndivai Secondary School		853		853		853
Kirera Secondary School		820		820		820
Pondo Secondary School		68		68		68
Kahutha Secondary School		820		820		820
Kimaru Secondary School		418		418		418
Mukoe Secondary School		280		280		280
Shamata Girls High School		28,914		28,914		28,914
Leshau Boys High School		62,839		62,839		62,839
Ndaragwa Girls High School		48		48		48
Kihuha Secodanry School		287		287		287
Kimaru Secondary School		418		418		418
Mwai Kibaki Secondary School		280		280		280
Pondo Secondary School NG-CDF Pmc Accounts		10		10		10
Mbuyu Secondary Sch Pmc A/c		483		483		483
Kihuha Secondary Sch Pmc A/c		213,522		213,522	213,445	77
Ndaragwa Boys Sec Sch Pmc A/c		336,253		336,253	335,879	374
Ndaragwa Sports Account		2,084		2,084		2,084
<b>Sub-Total</b>	<b>20,357,000</b>	<b>9,565,630</b>	<b>-</b>	<b>29,922,630</b>	<b>9,231,209</b>	<b>20,691,421</b>

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>10.0 Tertiary Institutions Projects</b>						
Aberdare Teachers College	3,000,000			3,000,000		3,000,000
				-		-
<b>Sub-Total</b>	<b>3,000,000</b>	<b>-</b>	<b>-</b>	<b>3,000,000</b>	<b>-</b>	<b>3,000,000</b>
<b>11.0 Security Projects</b>						
Karai Chiefs Office			3,250,000	3,250,000	3,239,237	10,763
Kiriogo Chiefs Office		900,000		900,000	799,721	100,280
Mailo Inya Police Station	4,500,000			4,500,000	3,031,614	1,468,386
Karai Chief'S Office	230,000			230,000	230,000	-
Ndivai Chiefs Office		400		400		400
Mbuyu Assistant Chiefs Office		280		280		280
Kahembe Assistant Chief Office		280		280		280
Kariki Assistant Chiefs Office		73,333		73,333		73,333
Githunguchu Chiefs Office		280		280		280
Pesi Chief'S Office		280		280		280
Kihara Chiefs Office		280		280		280
Ngawa Assistant Chiefs Office NG-CDF Pmc Account		148,560		148,560	111,728	36,832
Karuri Assistant Chiefs Office Pmc Account		365,929		365,929	37,921	328,008
Mairo Inya Chiefs Office NG- CDF Pmc Accounts		1,245		1,245		1,245
Kihara Police Post NG-CDF Pmc Accounts		1,000,630		1,000,630	1,000,628	2

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Mwangaza Chiefs Office NG-CDF Pmc Accounts		934,576		934,576	934,392	184
Kahembe Chiefs Office NG-CDF(Pmc) Account		943		943		943
Kirima Chiefs Office		19,690		19,690		19,690
<b>Sub-Total</b>	<b>4,730,000</b>	<b>3,446,705</b>	<b>3,250,000</b>	<b>11,426,705</b>	<b>9,385,241</b>	<b>2,041,464</b>
<b>12.0 Acquisition Of Assets</b>						
12.1 Motor Vehicles (Including Motorbikes)		556,000	-	556,000	556,000	-
12.2 Purchase Of Furniture And Fitiings		1,700,000		1,700,000		1,700,000
12.2 Construction Of Cdf Office		160,000		160,000		160,000
12.4Purchase Of Computers &Printers		120,000		120,000		
<b>Sub-Total</b>	<b>-</b>	<b>2,536,000</b>	<b>-</b>	<b>2,536,000</b>	<b>556,000</b>	<b>1,860,000</b>
<b>13.0 Others</b>						
13.1 Rural Electrification And Renewable Energy Corporation			10,000,000	10,000,000	10,000,000	-
Grading Of The Office Access Road		1,580	-	1,580		1,580
Strategic Plan		142,116		142,116		142,116
Leshau Pondo Digital Hub-Ndogino	6,000,000			6,000,000		6,000,000
Kiriita Ict Hub	2,000,000			2,000,000		2,000,000
		-	-	-		-
			-	-		-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Sub-Total</b>	<b>8,000,000</b>	<b>143,696</b>	<b>10,000,000</b>	<b>18,143,696</b>	<b>10,000,000</b>	<b>8,143,696</b>
<b>Funds Pending Approval**</b>				-		-
Karagoini Secondary School	7,205,000			7,205,000		7,205,000
Unapproved Projects		-		-		-
Unapproved Projects		-		-		-
Ict Hub -Admin			323,727	323,727		323,727
12.2 Construction Of Cdf Office		2,500,000		2,500,000	2,490,000	10,000
Pmc Savings		122,839		122,839		122,839
Aia		41,000		41,000		41,000
<b>Sub-Total</b>	<b>7,205,000</b>	<b>2,663,839</b>	<b>323,727</b>	<b>10,192,566</b>	<b>2,490,000</b>	<b>7,702,566</b>
<b>Total</b>	<b>170,469,857</b>	<b>41,984,417</b>	<b>44,001,253</b>	<b>256,455,526</b>	<b>169,165,509</b>	<b>87,290,017</b>

## **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 Ndaragwa Constituency principal activity is implementation of approved projects.

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

The financial statements have been prepared in accordance with the Public Finance Management (PFM) Act and the International Public Sector Accounting Standards (IPSAS). The NG-CDF Ndaragwa 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 Ndaragwa has recognized all financial assets, including cash and cash equivalents held in the operational account, deposit account, and PMC bank accounts; receivables (amounts due from the Board and other parties); prepayments; property, plant, and equipment (PPE); and intangible assets acquired during the financial year 2023/2024 up to the reporting date.

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

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

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

**3. Adoption of New and Revised Standards**

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

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

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

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

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	<p>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><b>Not applicable</b></p>
<p>IPSAS 46: Measurement</p>	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><b>Not applicable</b></p>
<p>IPSAS 47: Revenue</p>	<p><b>Applicable 1<sup>st</sup> January 2026</b></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles 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><b>Not applicable</b></p>

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<p>IPSAS 48: Transfer Expenses</p>	<p><b>Applicable 1<sup>st</sup> January 2026</b></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><b>Not applicable</b></p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p><b>Applicable 1<sup>st</sup> January 2026</b></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><b>Not applicable</b></p>
<p>IPSAS 50: Exploration For &amp; Evaluation of Mineral Resources</p>	<p><b>Applicable 1<sup>st</sup> January 2027</b></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ul style="list-style-type: none"> <li>i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</li> <li>ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26.</li> <li>iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.</li> </ul> <p><b>Not applicable</b></p>

*iii. Early adoption of standards*

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

#### **4. Summary of Significant Accounting Policies**

##### **a) Revenue recognition**

##### **i) Revenue from non-exchange transactions**

##### **Transfers from other government entities**

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

##### **ii) Revenue from exchange transactions**

##### **Sale of goods**

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

##### **Interest income**

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

##### **Rental income**

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

**b) Budget information**

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

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

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

**c) Property, plant and equipment**

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

**d) Leases**

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Finance leases are leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item to the Constituency. 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 Constituency 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 Constituency 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 Constituency. 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. 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 *Note 18*

## **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 Constituency.

#### **h) Provisions**

Provisions are recognized when the Constituency 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 Constituency expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement

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

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

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

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

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

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

events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

## **I) Employee benefits**

### **Retirement benefit plans**

The Constituency 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.

### **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.

**m) 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.

**n) 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.

**o) Comparative figures**

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

**p) 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 Constituency 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:

The condition of the asset is based on the assessment of experts employed by the Entity.

- a) The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- b) The nature of the processes in which the asset is deployed.
- c) Availability of funding to replace the asset.
- d) Changes in the market in relation to the asset

**Provisions**

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

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**6. Transfers from the NG-CDF Board**

Description	FY 2024/2025
	Kshs
NG-CDFB Transfers (Allocation for the 2024/2025)	170,469,857
<b>Total</b>	<b>170,469,857</b>

**7. Transfers from domestic and foreign partners**

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

**8. Finance income**

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

**9. Miscellaneous income**

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

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**10. Employees cost**

	FY 2024/2025
	Kshs
NG-CDFC Basic staff salaries	2,869,016
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	432,000
Leave allowance	41,000
Gratuity to contractual employees	888,080
Employer Contributions Compulsory national social security schemes	192,450
Employer Contributions Compulsory Housing levy	48,378
Employer contributions to National Industrial Training Authority	6,750
Other Specify	-
<b>Total</b>	<b>4,477,673</b>

**11. Committee Expenses**

	FY 2024/2025
	Kshs
Sitting allowance	2,512,000
Other Committee expenses	1,986,000
<b>Total</b>	<b>4,498,000</b>

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**12. Use of Goods and services**

	<b>FY 2024/2025</b>
	<b>Kshs</b>
Utilities, supplies and services	272,700
Communication, supplies and services	163,000
Domestic travel and subsistence	280,400
Printing, advertising and information supplies & services	129,578
Office Rent	-
Training expenses	1,206,000
Hospitality supplies and services	701,999
Insurance costs	371,390
Specialized materials and services	-
Office and general supplies and services	1,050,885
Fuel, oil & lubricants	1,000,000
Bank charges	51,428
Routine maintenance – vehicles and other transport equipment	67,672
Routine maintenance – other assets	312,060
Strategic plan expenses	-
Other operating expenses	395,680
<b>Total</b>	<b>6,002,791</b>

**13. Other Government Units Actual expenditure**

<b>Description</b>	<b>FY 2024/2025</b>
	<b>Kshs</b>
Primary Schools Actual expenditure	51,195,426
Secondary Schools Actual Expenditure	9,231,208
Tertiary Institutions Actual Expenditure	-
<b>Total</b>	<b>60,426,634</b>

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**14. Other Grants and transfers Actual expenditure**

Description	FY 2024/2025
	Kshs
Bursary – secondary schools	35,000,000
Bursary – tertiary institutions	24,717,687
Bursary – special schools	3,000,000
Bursary - Education Support Programmes	-
Social Security Programmes (SHIF)	-
Security projects Actual Expenditure	9,385,241
Climate change mitigation projects	1,109,438
Emergency projects Actual Expenditure	8,379,082
Rural Electrification projects	10,000,000
Others specify	2,490,000
<b>Total</b>	<b>94,081,447</b>

**15. Depreciation and Amortization Expenses**

Description	FY 2024/2025
	Kshs
Property Plant and Equipment	139,000
Intangible Assets	-
<b>Total</b>	<b>139,000</b>

**16. Digital Hubs Expenses**

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

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**17. Gain/loss on Sale of Assets**

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

**18. Impairment Loss**

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

**19. Cash and Cash Equivalents**

Name Of Bank and Account No.	FY 2024/2025	Opening Statement 1st July 2024
	Kshs	Kshs
<b>Bank Accounts (Cash Book Bank Balance)</b>		
Name Of Bank, Account No. (Operations account)	-	-
Family Bank NG-CDF Ndaragwa Main A/C 02300004404	29,419,999	15,472,700
Family Bank NG-CDF Ndaragwa Deposit A/C 023000047438	1,997,525	-
PMC's Accounts KCB A/C, FAMILY A/C, SIDIAN A/C	13,402,637	26,511,716
<b>Total</b>	<b>44,820,160</b>	<b>41,984,416</b>
<b>Cash Balances</b>		
Location 1		
Location 2		
<b>Total</b>	-	-

**20. Receivables from Exchange Transactions**

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

i. Ageing Analysis for Receivables

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

## 21. Receivables from Non-Exchange Transactions

Description	FY 2024/2025	Opening Statement
	Kshs	1st July 2024 Kshs
Transfers from NG-CDFB	42,469,857	44,001,253.00
Outstanding Imprest		
<b>Total</b>	<b>42,469,857</b>	<b>44,001,253</b>

### Ageing Analysis for Receivables

Description	FY 2024/2025		Opening Statement	
	Kshs		1st July 2024 Kshs	
	Current FY	% of the total	Opening Balance	% of the total
Less than 1 year	42,469,857	100%	44,001,253	100%
Between 1- 2 years	-	-	-	-
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total (a+b)</b>	<b>42,469,857</b>	<b>100%</b>	<b>44,001,253</b>	<b>100%</b>

## 22. Prepayments

Description	FY 2024/2025	Opening Statement
	Kshs	1st July 2024 Kshs
Prepaid Rent		
Prepaid Insurance	69,145	58,101
Prepaid Electricity Costs		
Other Prepayments ( <i>Specify</i> )		
<b>Total</b>	<b>69,145</b>	<b>58,101</b>

\*

Changes of Kshs 11,044 is as a result of prepayment brought forward and prepayment carried forward

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23. Property, Plant and Equipment

	Land	Buildings	Motor vehicles	Infrastructure assets	Furniture and fittings	Computers & ICT Equipment	Work in progress	Service concession assets	Total
Depreciation Rate		10%	0	20%	12.50%	30.00%			
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1 <sup>st</sup> July 2024			-						-
Additions			556,000						556,000
Disposals									
Transfer/Adjustments									
As At Sep/Dec/Mar/Jun 2025			556,000						556,000
Depreciation And Impairment									
Opening bal accumulated depreciation 1st July 2024									
Depreciation			139,000						139,000
Disposals									
Impairment									
Transfer/Adjustment									
As At Sep/Dec/Mar/Jun 2025			139,000						139,000
Net Book Values									
Opening Bal as at 1 <sup>st</sup> July 2024									
As At June 2025,			417,000						417,000

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**Valuation**

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

**23a) 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			
<b>Total</b>		-	-

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

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

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**24. Intangible Assets and goodwill**

Description	FY 2024/2025	Opening Statement 1st July 2024
	Kshs	Kshs
<b>Cost</b>	-	-
Opening balance at 1 <sup>st</sup> July 2024	-	-
Additions	-	-
Disposal	-	-
<b>At end of the 2025</b>	-	-
<b>Amortization and impairment</b>	-	-
<b>At beginning of the year</b>	-	-
Amortization	-	-
<b>At end of the year</b>	-	-
Impairment loss	-	-
<b>At end of the year</b>	-	-
NBV at July 1 <sup>st</sup> 2024	-	-
<b>NBV at June 30<sup>th</sup> 2025</b>	-	-

**25. Right-of use assets**

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

**26. Trade and Other Payables**

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

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**27. Third-Party deposits**

	FY 2024/2025	Opening Statement 1st July 2024
	Kshs	Kshs
Retention as at start of the period (A)	848,308	-
Retention held during the period (B)	8,963,462	848,308
Retention paid during the period (C)	8,963,462	-
<b>Closing Retention, D= A+B-C</b>	<b>848,308</b>	<b>848,308</b>

**Retentions aging analysis.**

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

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

**28. Lease Liabilities**

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

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**Maturity Analysis**

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

**Analysed as:**

Description	Amount
Current	-
Non- Current	-
Total	-

**29. Gratuity Provision**

Description	FY 2024/2025	Opening Statement 1st July 2024
	Kshs	Kshs
Gratuity at the beginning of the period (A)	1,109,445	-
Gratuity held during the period (B)	888,080	1,109,445
Gratuity paid during the period (C)		-
<b>Total Gratuity provision as at June 2025</b> <b>D=(A+B-C)</b>	<b>1,997,525</b>	<b>-</b>

### 30. Cash Generated from Operations

	Period ended June 2025
	Kshs
<b>Surplus for the period before tax</b>	<b>844,311</b>
<b>Adjusted for:</b>	
Depreciation	139,000
Non-cash grants received	-
Contributed assets	-
Impairment	-
Gains and losses on disposal of assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
<b>Working capital adjustments</b>	
Changes in inventory	-
Changes in receivables	(1,520,353)
Changes in deferred income	-
Changes in Third party deposits	-
Changes in gratuity provision	(888,080)
Changes in payments received in advance	-
<b>Net cash flow from operating activities</b>	<b>3,391,744</b>

### 31. Financial Risk Management

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

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**i) Credit risk**

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

**Financial Risk Management**

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 2025 (Current FY)</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	42,469,857	42,469,857	-	-
Bank balances	<b>44,820,160</b>	<b>44,820,160</b>	-	-
<b>Total</b>	<b>87,290,017</b>	<b>87,290,017</b>	-	-
<b>As at 30 June 2024 (Previous FY)</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	42,469,857	42,469,857	-	-
Bank balances	<b>41,984,416</b>	<b>41,984,416</b>	-	-
<b>Total</b>	<b>236,156,870</b>	<b>236,156,870</b>	-	-

### **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 xxx. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

#### **ii) Liquidity risk management**

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June (Current FY)</b>				
Trade payables				
Current proportion of borrowings				
Provisions				
Deferred income				
Gratuity Provision			1,997,525	1,997,525
<b>Total</b>			<b>1,997,525</b>	<b>1,997,525</b>
<b>As at 30<sup>th</sup> June (Previous FY)</b>				
Trade payables				
Current portion of borrowings				
Provisions				
Deferred income				

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Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Employee benefit obligation	-	-	1,109,445	1,109,445
<b>Total</b>	-	-	1,109,445	1,109,445

**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.

**b) Interest rate risk**

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

**Management of interest rate risk**

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

**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.

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

**iv) Capital Risk Management**

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

Description	FY 2024/2025	Opening Statement 1 <sup>st</sup> July 2024
	Kshs	Kshs
Revaluation Reserve	<b>84,930,328</b>	84,086,017
Retained Earnings	-	-
Capital Reserve	-	-
<b>Total Funds</b>	<b>84,930,328</b>	84,086,017
Total Borrowings	-	-
Less: Cash and Bank Balances	44,820,160	41,984,416
Net Debt/(Excess Cash And Cash Equivalents)	40,110,168	42,101,601
<b>Gearing</b>		

### 32. Related Party Disclosures

	FY 2024/2025	Opening Statement 1 <sup>st</sup> July 2024
	Kshs	Kshs
<b>Committee Members Remuneration</b>		
Sitting allowance of committee Members during the year	2,512,000	3,708,350
	-	-
<b>Transaction with the NG-CDF Board</b>		
Transfers from the NG-CDF Board during the year	172,001,253	188,715,033
<b>Total</b>	<b>174,513,253</b>	<b>192,423,383</b>

### 33. Segment Information

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

### 34. Contingent Assets and Contingent Liabilities

#### Contingent Assets

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

**Contingent Liabilities**

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

**35. Capital Commitments**

Capital Commitments	<i>FY 2024/2025</i>	<i>Opening Statement 1<sup>st</sup> July 2024</i>
	Kshs	Kshs
Authorized for	-	-
Authorized and Contracted for	-	-
<b>Total</b>	-	-

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

**38. Currency**

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

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18. Annexes

Annex 1: Summary of Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	8,364,778			8,364,778
Buildings and structures	6,640,000	2,490,000.00		9,130,000
Transport equipment	13,385,880	<b>556,000</b>		13,941,880
Office equipment, furniture and fittings				0
ICT Equipment, Software and Other ICT Assets				0
Other Machinery and Equipment				0
Intangible assets		0		0
<b>Total</b>	<b>28,390,658</b>	<b>3,046,000</b>		<b>31,436,658</b>

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

PMC	Bank	Account number	Bank Balance FY 2024/2025	Bank Balance 2023/2024
Kametha Primary School	COOP	1141689762300	1,004	1,004
Kanyagia Primary School	COOP	O1139036112102	2,000	2,000
Muruai Primary School	COOP	O1141169476100	765	765
Olbolosat Secondary School	COOP	O1134689208900		
Simbara Primary School	COOP	O1139689122900	1,227	1,227
Gitare Primary School NG-CDF Pmc Account	Family Bank	23000044700		16
Githunguchu Primary Sch NG-CDF Pmc A/c	Family Bank	23000044666	1	1
Kagondo Primary School NG-CDF Pmc Accts	Family Bank	23000044677		6
Kahembe Chiefs Office NG-CDF(Pmc) Account	Family Bank	23000045711		943
Kahutha Primary School NG-CDF Pmc Account	Family Bank	23000044675	54,866	54,866
Kamburaini Primary School NG-CDF Pmc Acctss	Family Bank	23000044702		263
Kangocho Primary School NG-CDF Pmc Accts	Family Bank	23000044668		69
Karagoini Primary School NG-CDF Pmc Accts	Family Bank	23000044695	381	42,641
Karuri Assistant Chiefs Office Pmc Account	Family Bank	23000044696	328,008	365,929
Kiandege Primary School NG-CDF Pmc Accts	Family Bank	23000044678	48,045	2,047,525
Kiandongoro Primary School NG-CDF Pmc A/c	Family Bank	23000044839		377
Kihara Police Post NG-CDF Pmc Accounts	Family Bank	23000044681	2	1,000,630
Kiharo Primary School	Family Bank	23000044706	-	229
Kihingo Primary School NG-CDF (Pmc) Acct	Family Bank	23000045710		773
Kihuha Secodanry School	Family Bank	23000045963	77	213,522
Kilimanjaro Primary School NG-CDF(Pmc)	Family Bank	23000045707		943
Kimaru Primary School NG-CDF Pmc Account	Family Bank	23000044676		1,249,301
Kimaru Special School For Mentally Handicapped NG-CDF Pmc Accounts	Family Bank	23000044950	30,396	30,396

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PMC	Bank	Account number	Bank Balance FY 2024/2025	Bank Balance 2023/2024
Kirera Primary School NG-CDF Pmc Accounts	Family Bank	23000044712	390	390
Kiriogo Chiefs Office	Family Bank	023000047181	100,280	
Kiriogo Primary School	Family Bank	23000044840	300,348	425
Kwanjora Primary School NG-CDF Pmc Accts	Family Bank	23000044679		86
Mairo Inya Chiefs Office NG-CDF Pmc Accts	Family Bank	23000044704		1,245
Mairoikumi Primary School NG-CDF Pmc Acct	Family Bank	23000044669		60,558
Mbuyu Secondary School NG-CDF Pmc Accts	Family Bank	23000044699		483
Mukambura Primary School NG-CDF Pmc A/C	Family Bank	23000044841		29,623
Mungetho Primary School NG-CDF Pmc Accts	Family Bank	23000044703		973
Muririchua Primaryschool NG-CDF Pmc Accts	Family Bank	23000045547		149,446
Mutanga Primary School NG-CDF Pmc Acct	Family Bank	23000044686	309	59,308
Muthiga Primary School NG-CDF Pmc Accts	Family Bank	23000044692		183,977
Mwangaza Chiefs Office NG-CDF Pmc Accts	Family Bank	23000044680		934,576
Ndaragwa Boys Secondary Sch NG-CDF Pmc	Family Bank	23000045988		336,253
Ndogino Primary Sch NG-CDF Pmc Accounts	Family Bank	23000044689		79,731
Ngawa Assistant Chiefs Office NG-CDF Pmc A/	Family Bank	23000044688		148,560
Ngurumo Primary Sch NG-CDF Pmc Account	Family Bank	23000044665		134
Park View Primary Schl NG-CDF Pmc Accounts	Family Bank	23000044693		364,099
Pesi Primary School NG-CDF Pmc Accounts	Family Bank	23000044682		11
Pondo Secondary Sch NG-CDF Pmc Accounts	Family Bank	23000044694		10
Ritaya Primary School	Family Bank	23000044701		45
Suguroi Primary School NG-CDF Pmc Accounts	Family Bank	23000044685		27
Thuita Primary School NG-CDF Pmc Account	Family Bank	23000045579		612,694
Umoja Mbuyu Primary Sch NG-CDF Pmc A/c	Family Bank	23000044687		1,037
Uruku Primary School	Family Bank	23000044809		78
Uruku Primary School	Family Bank	23000044809		78
Warukira Primary School NG-CDF Pmc A/cts	Family Bank	23000044683	72	72
Gakoe Primary School	Family Bank	23000047170	250	

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PMC	Bank	Account number	Bank Balance FY 2024/2025	Bank Balance 2023/2024
Kahindu Primary School	Family Bank	23000047489	383,943	
Kambaa Technical Secondary School	Family Bank	23000047792	1,500,000	-
Kametha Primary School	Family Bank	23000046086	75,132	1,500,000
Kanjogu Primary School	Family Bank	23000046088	1,200,000	1,200,000
Karai Chiefs Office	Family Bank	23000046870	10,763	-
Kariki Primary School	Family Bank	23000046105	1,490	3,000,000
Kihara Primary School	Family Bank	23000047440	158	-
Kihuha Primary School	Family Bank	23000047787	1,500,000	-
Mailo Inya Police Station	Family Bank	23000047782	1,468,386	
Makereka Primary School	Family Bank	23000047266	39,943	
Michinda Boarding Primary School	Family Bank	23000047111	1,356	
Mithuri Primary School	Family Bank	23000047318	1,385	
Mukoe Secondary School	Family Bank	23000046093	708	3,500,000
Murichu Primary School	Family Bank	23000046873	24,801	-
Mutumwe Primary School	Family Bank	23000047459	235,805	
Mwai-Kibaki Primary School	Family Bank	23000047802	543	-
Mwihangia Secondary School	Family Bank	23000046874	1,157	
Ngaindeithia Primary School	Family Bank	23000047275	896	
Ngari Primary School	Family Bank	23000045479	332,631	71,903
Nyakinyua Primary School	Family Bank	23000047052	164,406	-
Nyonjoro Primary School	Family Bank	23000047124	243,456	-
Olobolosat Primary School	Family Bank	23000046084	494,091	2,000,000
Pondo Primary School	Family Bank	23000045989	215,088	170,183
Raichiri Secondary School	Family Bank	23000046090	3,000,940	3,500,000
Simbara Primary School	Family Bank	23000046871	550	-
Subuku Primary School	Family Bank	23000046092	96,058	2,000,000
Wangui Primary	Family Bank	23000047443	171,168	-
Kambaa Technical Secondary School	KCB	1269262130	100,713	100,713

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PMC	Bank	Account number	Bank Balance FY 2024/2025	Bank Balance 2023/2024
Kangocho Primary School	KCB	1257741632	8,009	8,009
Kanjogu Primary School	KCB	1262521807	462	462
Karagoini Secondary School	KCB	1273905628	74,676	74,676
Kihingo Primary School	KCB	1260324575	100,126	100,126
Michinda Primary School	KCB	1236721810	2,703	2,703
Mwihangia Secondaryschool	KCB	1227101783	39,465	39,465
Ndaragwa Sports Account	KCB	1255023066	2,084	2,084
Ndivai Chiefs Office	KCB	1272988872	400	400
Ngari Primary School	KCB	1229050744	37,636	37,636
Nyonjoro Primary School	KCB	1263496482	713	713
Ritaya Rimary School	KCB	1226728774	70,433	70,433
Simbara Secondary School	KCB	1263708021	356	356
Subuku Secondary School	KCB	1273279247	1,801	1,801
Suguroi Primary School	KCB	1272989798	80,023	80,023
Uruku Secondary School	KCB	1272598721	571	571
Wangui Secondary School	KCB	1269010735	406	406
Aberdare Mixed	SIDIAN	A/C01023030001264	280	280
Aberdare School For The Deaf	SIDIAN	A/C01023030001864	21,161	21,161
Baari Secondary School	SIDIAN	A/C 01023030001514	12,036	12,036
Githunguchu Chiefs Office	SIDIAN	A/C01023030001744	280	280
Iria-Ini Primary School	SIDIAN	A/C 01023030001314	7	7
Kahembe Assistant Chief Office	SIDIAN	A/C01023030001674	280	280
Kahutha Secondary School	SIDIAN	A/C01023030001354	820	820
Kangawa Primary	SIDIAN	A/C01023030001454	13	13
Kariki Assistant Chiefs Office	SIDIAN	A/C01023030001664	73,333	73,333
Kariki Primary School	SIDIAN	A/C01023030001854	96,404	96,404
Kiandegge Primary School	SIDIAN	A/C01023030001724	2,557	2,557
Kihara Chiefs Office	SIDIAN	A/C01023030001784	280	280

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PMC	Bank	Account number	Bank Balance FY 2024/2025	Bank Balance 2023/2024
Kihara Primary School	SIDIAN	A/C01023030001324	280	280
Kiharo Primary School	SIDIAN	A/C01023030001984	68	68
Kihuha Primary School	SIDIAN	A/C01023030001604	26,156	26,156
Kihuha Secodanry School	SIDIAN	A/C01023030001294	287	287
Kilimanjro Primary School	SIDIAN	A/C01023030001804	16,739	16,739
Kimaru Primary School	SIDIAN	A/C01023030001364	648	648
Kimaru Secondary School	SIDIAN	A/C01023030001224	418	418
Kirera Secondary School	SIDIAN	A/C01023030001734	820	820
Kirima Chiefs Office	SIDIAN	A/C 01023030001104	19,690	19,690
Kiriogo Primary School	SIDIAN	A/C01023030001694	3,236	3,236
Kwanjora Primary School	SIDIAN	A/C01023030001774	823	823
Leshau Boys High School	SIDIAN	A/C01023030001954	62,839	62,839
Mahinyu Primary School	SIDIAN	A/C 01023030001184	2,713	2,713
Mbuyu Assistant Chiefs Office	SIDIAN	A/C01023030001654	280	280
Mukambura Primary School	SIDIAN	A/C01023030001824	18,332	18,332
Mukoe Secondary School	SIDIAN	A/C01023030001944	280	280
Mung'Etho Primary School	SIDIAN	A/C01023030001334	289	289
Muthiga Sec	SIDIAN	A/C01023030001464	820	820
Mwai Kibaki Pry School	SIDIAN	A/C01023030001064	1,630	1,630
Mwai Kibaki Secondary School	SIDIAN	A/C01023030001474	280	280
Mwihangia Primary Sch	SIDIAN	A/C01023030001484	819	819
Ndaragwa Boys High School	SIDIAN	A/C01023030001634	829	829
Ndaragwa Girls High School	SIDIAN	A/C01023030001994	48	48
Ndaya Primary School	SIDIAN	A/C01023030001444	15,856	77,980
Ndivai Secondary School	SIDIAN	A/C01023030001644	853	853
Ndogino Primary School	SIDIAN	A/C01023030001344	280	280
Ndururi Primary School	SIDIAN	A/C01023030001964	1,302	1,302
Ngawa Primary School	SIDIAN	A/C01023030001754	916	916

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PMC	Bank	Account number	Bank Balance FY 2024/2025	Bank Balance 2023/2024
Olbollosat Primary School	SIDIAN	A/C01023030001544	280	280
Pesi Chief'S Office	SIDIAN	A/C01023030001764	280	280
Pondo Primary School	SIDIAN	A/C 01023030001814	829	829
Pondo Secondary School	SIDIAN	A/C 01023030001914	68	68
Raichiri Primary School	SIDIAN	A/C01023030001834	7,039	7,039
Shamata Girls High School	SIDIAN	A/C01023030001974	28,914	28,914
Aberdare High School	SIDIAN	A/C01023030001564	128	184,818
Baari Primary School	SIDIAN	A/C01023030001524	217,799	216,881
Kahindu Primary School	SIDIAN	A/C01023030001554	176,283	283
Ndivai Primary School	SIDIAN	A/C01023030001424	42	184,732
Subego Primary School	SIDIAN	A/C01023030001844	31,934	280
<b>Total</b>			<b>13,402,427</b>	<b>26,511,511</b>

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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
In accuracy in bursary disbursement	The Management of Ndaragwa NG-CDF reported a balance of Ksh.55,886,800 for other grants and other transfers out of which a balance of Ksh.39,806,800 was disclosed as total bursary expenditure. Out of the bursary list of beneficiaries and ledgers provided, only Ksh. 37,157,500 could be ascertained as total bursary expenditure. The resulting variance of Kshs.2,649,300 was not explained.	bursary schedules for the financial year are available audit perusal	Not resolved	
Unsupported pmc balances	Annex 5 to the financial statements reflects PMC bank balances amounting to Kshs. 5,416,632. However, expenditure returns from the PMCs, Cashbooks, and bank reconciliation statements were not provided for audit review. In the circumstances, the accuracy and completeness of pmc accounts balances	The committee endeavors to ensure that the pmcs are trained on the preparation of basic books of accounts	Not resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	amounting 5,416,632 could not be confirmed			
Unutilized funds	Note 19.3 Annex 3 to the financial statements reflect unutilized funds balance of Kshs.60,989,942 as compared with Kshs.25,569,675 reported in the previous year. Although the unutilized funds have been confirmed, the citizens of the Ndaragwa constituency did not get value from the projects that were not implemented or the activities that were not carried out.		Not resolved	
Poor implementation of projects	Project inspection carried out in march 2024 on twelve (12) projects with total transfers of Kshs.26,550,000. Reveilled that projects allocated Kshs 23,200,000 were not complete .not labelled and some were not in use. In the circumstances value for money on the expenditureOf Kshs 23,200,000 could not be confirmed	The projects are now complete and in use	Not resolved	

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 Name

Fund Account Manager. .