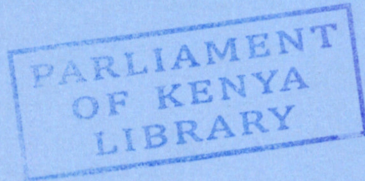


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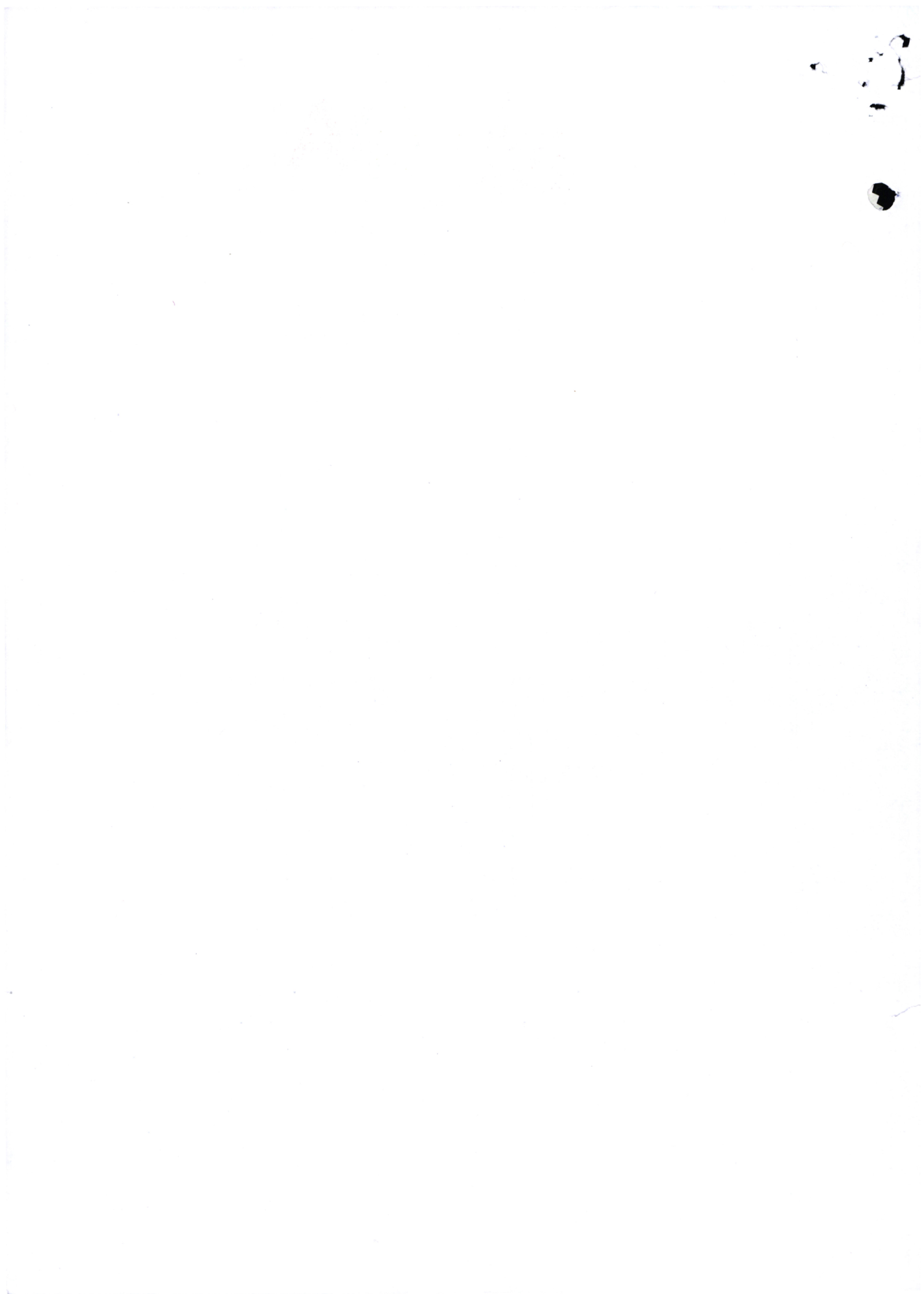
**THE AUDITOR-GENERAL**

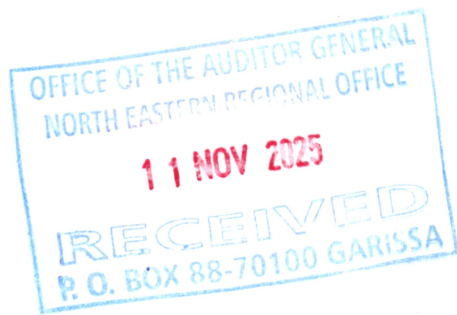
**ON**

**NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND –  
WAJIR WEST CONSTITUENCY**

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

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>	
<b>DATE:</b> 03 DEC 2025	<b>DAY:</b> Wednesday
<b>TABLED BY:</b>	Hon. Naomi Wago MP
<b>CLERK-AT THE TABLE:</b>	Gekinde chebet





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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

WAJIR WEST 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)**  
**Wajir West 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 realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;

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

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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 NGCDF Wajir West Constituency's day-to-day management is under the following key organs:

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

### **Fiduciary Management**

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

No	Designation	Name
1.	AIE holder	<b>Mohamed Osmail</b>
2.	National Sub-County Accountant	<b>Sammy Malova</b>
3.	Chairman NGCDFC	<b>Ibrahim Abdullahi</b>
4.	Member NGCDFC	<b>Abdikarim Dagane</b>
5.	Member NG CDFC	<b>Adan Abdikadir Olow</b>

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

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

**National Government Constituencies Development Fund (NGCDF)  
Wajir West Constituency  
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**(d) NGCDF Wajir West Constituency Headquarters**

P.O. BOX 23-70202 Griftu  
NGCDF Wajir West Offices  
Along Wajir -Griftu Road  
Griftu, Kenya

**(e) NGCDF Wajir West Constituency Contacts**

Telephone: (+254) 0721-827370  
E-mail: [cdfwajirwest@ngcdf.go.ke](mailto:cdfwajirwest@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(f) NGCDF Wajir West Constituency Bankers**

1. Equity Bank, Wajir branch (Operations Account)  
Account No. 1030283821047  
P.O. Box 154 -70200 Wajir, Wajir County, Kenya.
2. Equity Bank, Wajir branch (Deposit Account)  
Account No. 1030285934148  
P.O. Box 154 -70200 Wajir, Wajir County, Kenya.
3. Project Management Committee (PMCs)

NO.	Account Name	Bank Name and Branch	Account Name
1.	Abaqmathobe Primary School	Equity- Wajir	1030286030938
2.	Adan Awale Secondary School PMC	Equity- Wajir	1030285553363
3.	Ademsajida Primary School	Equity- Wajir	1030286066921
4.	Adhibohol Primary School	Equity- Wajir	1030284759724
5.	Adhibohol Secondary School PMC	Equity- Wajir	1030285554666
6.	Arbajahan Primary School	Equity- Wajir	1030184447889
7.	Arbajahan Secondary School	Equity- Wajir	1030284488139
8.	Baji Primary School	Equity- Wajir	1030285644495
9.	Barmish Primary School	Equity- Wajir	1030286013009
10.	Billiq Primary School	Equity- Wajir	1030284490731
11.	Boa Primary School	Equity- Wajir	1030184430549
12.	Bojiyare Primary School	Equity- Wajir	1030284727356
13.	Ganyure Primary School	Equity- Wajir	1030285476686
14.	Garab Bisiq Primary School	Equity- Wajir	1030285432363
15.	Garsekhoftu Primary School	Equity- Wajir	1030184427928
16.	Garsekhoftu Secondary School	Equity- Wajir	1030184587745

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

17.	Griftu Police Station PMC	Equity- Wajir	1030184577477
18.	Griftu Secondary School	Equity- Wajir	1030286295713
19.	Guticha Primary School	Equity- Wajir	1030284715444
20.	Hadado Primary School	Equity- Wajir	1030294377135
21.	Hadado Registrar's Office PMC	Equity- Wajir	1030286466165
22.	Hadado Secondary School	Equity- Wajir	1030185563822
23.	Hon Khalif Girls Primary School	Equity- Wajir	1030285512832
24.	Hudhile Mixed Sec School	Equity- Wajir	1030284119668
25.	Hudhile Primary	Equity- Wajir	1030286349712
26.	Jira Primary School	Equity- Wajir	1030284215050
27.	Kalkacha West Primary School	Equity- Wajir	1030184374175
28.	Kanjara Primary School	Equity- Wajir	1030284760336
29.	Kanjara Secondary School PMC	Equity- Wajir	1030285573027
30.	Kara Primary School	Equity- Wajir	1030285700310
31.	Koricha Primary school	Equity- Wajir	1030184465583
32.	Kubeysurur Primary School	Equity- Wajir	1030184641171
33.	Lagbogol Police Station PMC	Equity- Wajir	1030185121242
34.	Lagbogol Primary School	Equity- Wajir	1030284732585
35.	Lanqot Primary School	Equity- Wajir	1030284727210
36.	LMD Primary School	Equity- Wajir	1030284866186
37.	Lolkuta South Primary School	Equity- Wajir	1030285601154
38.	Madina Primary School	Equity- Wajir	1030284826280
39.	Makaror Primary School	Equity- Wajir	1030184428144
40.	Matho Primary School	Equity- Wajir	1030284820940
41.	Maumau Primary School	Equity- Wajir	1030184379070
42.	Sabunley Secondary School	Equity- Wajir	1030285334960
43.	Shantaabaq Primary School	Equity- Wajir	1030285889296
44.	Waberi Girls Primary School	Equity- Wajir	1030285494131
45.	Wagalla Primary School	Equity- Wajir	1030184377975
46.	Wajir West sports-PMC	Equity- Wajir	1030184515750
47.	Welathi Primary School	KCB- Wajir	1310861978
48.	Weylahir Primary School	Equity- Wajir	1030284731668
49.	Wichir Primary School	Equity- Wajir	1030285351229

**(g) Independent Auditor**

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

*National Government Constituencies Development Fund (NGCDF)*  
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**(h) Principal Legal Adviser**






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

*National Government Constituencies Development Fund (NGCDF)  
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**3. NGCDF Committee**

Name	Details
	<p>Mr. Ibrahim Abdullahi Ahmed Date of Birth:1993 Designation: NGCDFC Chairperson Qualification: Bachelor of Commerce (Finance option) Occupation: worked as Accountant and logistic Years of experience: 5 Years</p>
	<p>Ms. Anab Mohamed Abdow Date of Birth:1989 Designation: NGCDFC Member Qualification: Bsc. In Community Resource Management Occupation: Mentor initiative for Information, Education and Communication Supervisor Years of experience: 3 Years</p>
	<p>Mr. Ibrahim Osman Madey Date of Birth:1988 Designation: Member Qualification: Form Four level, Certificate Computer studies Occupation: Businessman and Community Leader Years of experience: 3 Years</p>
	<p>Mr. Abdikarim Dagane Abdille Date of Birth:1974 Designation: NGCDFC Secretary Qualification: Bachelor of Business Management (Human Resources option) Occupation: Clerical Officer Years of experience:14 years</p>

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

	<p>Ms. Kaha Mohamed Bulle  Date of Birth:1985  Designation: NGCDFC Member  Qualification: Diploma in community Health  Occupation: Community Health Worker  Years of experience: 11 years</p>
	<p>Ms. Fatuma Ali Ibrahim  Date of Birth:1997  Designation: NGCDFC Member  Qualification: Form Four Level  Occupation: Business Lady  Years of experience: 2 years</p>
	<p>Mr. Adan Abdikarim Olow  Date of Birth:1991  Designation: NGCDFC Co-opted Member  Qualification: Diploma in Public Health  Occupation: Community Health Worker  Years of experience: 3 Years</p>
	<p>Mr. Samuel Kimani  Date of Birth:1976  Designation: Deputy County Commissioner  Qualification: Bachelor of Arts  Occupation: Administrator  Years of Experience: over 20 years</p>
	<p>CPA Mohamed Maalim Osmail  Date of Birth:1983  Designation: Fund Account Manager  Academic Qualification: Masters in Project Management  Professional Qualification: Certified Public Accountant  and a Member of ICPAK No: 6583  Years of Experience: 17 Years.</p>

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

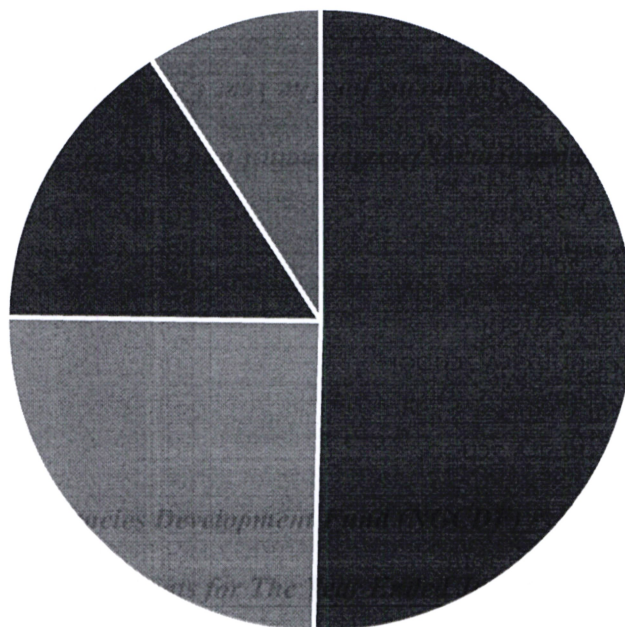


**Mr. Ibrahim Abdullahi**

The National Government Constituencies Development Fund (NGCDF) which is a program meant to promote poverty eradication through decentralization was enacted through the NGCDF Act 2015. The main aim of its establishment was to iron out imbalances brought about by patronage politics by providing funds to parliament jurisdictions, that is, Constituencies to fight poverty. The program is designed to fight poverty through the implementation of development projects which are National government functions at the local level and particularly those that provide basic needs like education, social welfare, security and education bursaries.

During the Financial year under review, National Government Constituency Development Fund Wajir West Constituency was allocated a total of one hundred and seventy million shillings. From the summary of appropriation statement, the overall budget performance stood at 81.9%. The absorption of funds on development expenditure was at 55% which is a very low.

WAJIR WEST CONSTITUENCY NGCDF BUDGET UTILIZATION FOR FY 2024/2025



- Total Budget for the FY 2024/2025
- Total Expenditure for the FY 2024/2025
- Cashbook Balance as at 30th June 2025
- Undisbursed Funds from the Board as at 30th June 2025

**Key Achievements**

The Wajir West National Government Constituency Development Fund has undertaken some key projects during the financial year under review. The major beneficiary as usual was the education sector. In the primary schools, twelve new classrooms were constructed and another twelve renovated in fifteen primary schools. Two roomed staff houses in Ganyure primary school were constructed. More than 700 desks were supplied to eleven primary schools. In the secondary schools, one classroom was constructed at Hadado Secondary School and three classrooms renovated at Arbajahan Secondary School. A modern library was renovated at Griftu Secondary school at a cost of 3 million and a computer laboratory renovated at Sabunley Secondary School at a cost of 2 million. To prepare learners for the job market through the provision of practical, hands-on skills and knowledge, Wajir West NGCDF co-founded the construction of Hadado Technical and vocational college at a cost of 10 million. Bursary was the single largest beneficiary during the year under review. This was necessitated by the drought that wiped out the local livelihoods. For instance, 4,900 needy and poor students in various secondary schools and 400 needy and poor students in tertiary institutions benefitted from the bursary disbursement of 41.8 million disbursed during the period. To provide a conducive work environment for security officers in the constituency, Griftu and Lagbogol Police Stations were supplied with office furniture at a cost of 1.1 million. To ensure services are brought closer to

**National Government Constituencies Development Fund (NGCDF)  
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the constituents, new offices for Hadado Sub-County Registrar of persons were renovated and supplied with office furniture.



Hadado Secondary School is situated in Hadado location, Hadado/ Athlbohoh ward. It is a mixed day and Boarding secondary school. It has a student population of 900 students. Wajir West NGCDF has funded the construction of an additional classroom to accommodate the increasing population of students.

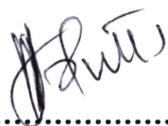


Shantabaq primary School is situated in Shantabaq location, Wagalla/ Ganyure ward. It is a mixed day primary school. It has a student population of 400 students. Wajir West NGCDF has funded the renovation of three classrooms which were in pathetic condition to make the learning environment convenient for the learners.

**Emerging Issues, Challenges and way forward**

The main emerging issue during the year under review was a delay in the release of funds by the NGCDF Board. This slowed down the wheels of development to the constituents. Forty-one million out of one hundred and seventy million was not received as at 30<sup>th</sup> June 2025. This constituted 24% of the budget. In addition, sixty-four million shillings was received in the sunset days of the financial year and could not be utilized. That is why the absorption of funds stood at 49.2%. As a way forward, the National Constituencies Development Fund Board should ensure that funds allocated in the approved budgets of the Constituencies are released in time.

In conclusion, let me take this opportunity to sincerely register my appreciation to all those who have worked relentlessly in the entire financial statements' preparation process. In particular, I would thank the Fund Account Manager, Wajir West who has taken a lead role in the process and the support provided by the Sub-County Treasury, Wajir West.



.....  
**Ibrahim Abdullahi**  
**Chairman NGCDF Committee**



## **5. Statement of Performance Against Predetermined Objectives for FY2024/2025**

### **Introduction**

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

The key development objectives of Wajir West Constituency NGCDF 2023-2027 plan are to:

- a) To improve access, affordability and availability of quality education
- b) To harness talent and empower youth
- c) To cater for any unforeseen occurrences in the constituency
- d) To promote environmental sustainability in the constituency
- e) To enhance security in the constituency
- f) To improve tracking of implementation of NGCDF programmes
- g) To promote performance management and smooth running of the NGCDF office

### **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:

**National Government Constituencies Development Fund (NGCDF)  
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<b>Constituency Program</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Education Accessibility	To improve access, affordability and availability of quality education	Expansion of schools through rehabilitation/renovation/construction of classrooms in various primary schools in the constituency	No. of classrooms ('0) rehabilitated/renovated No. of classrooms constructed	<i>In FY 2024/2025 -we renovated 12 classrooms in various primary schools In FY 2024/2025 -we constructed 12 new classrooms in various primary schools</i>
		Expansion of schools through rehabilitation/renovation/construction of classrooms in various secondary schools in the constituency	No. of classrooms ('0) rehabilitated/renovated No. of classrooms constructed	<i>In FY 2024/2025 -we renovated 3 classrooms in Arbajahan Secondary schools In FY 2024/2025 -we constructed one new classrooms in Hadado Secondary school</i>
		Purchase and supply of desks ('0')	No. of desks provided ('0')	<i>In FY 2024/2025 -we purchased and supplied 720 desks to various primary schools and 194 chairs and lockers to four primary schools.</i>
		Construction of staff houses in primary schools	No. of schools benefited	<i>In FY 2024/2025 -we constructed staff houses for one primary school.</i>
		Rehabilitation/Renovation/Construction of toilet blocks in both primary and secondary schools	No. of toilet blocks constructed	<i>In FY 2024/2025 -we constructed 1 toilet block for Lolkuta South primary school and a water tank for Arbajahan secondary school.</i>
		Provision of bursary to needy and bright secondary school/tertiary institutions' students	Amount of funds disbursed (Kshs. millions)	<i>In FY 2024/2025 -we disbursed 41.8 million to needy and bright secondary schools and tertiary institutions' students from the constituency.</i>

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<b>Constituency Program</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
		Rehabilitation/ Renovation/Construction of Administration Blocks	No. constructed /renovated	<i>In FY 2024/2025 -we renovated a library at Griffu Secondary school and a computer laboratory at Sabunley Secondary School.</i>
Environment	To promote environmental sustainability	Organizing tree planting days	No. of tree seedlings planted	<i>In FY 2024/2025 -we have not implemented an environment project because of delay in receipt of funds.</i>
Security	To enhance security in the constituency	Rehabilitation/ Renovation/Construction of chief's offices Construction/rehabilitation of Police Stations and police houses	No. of chief's offices constructed  No. of police stations rehabilitated	<i>In FY 2024/2025 -we have not constructed any Chief's office.  In FY 2024/2025 -we have purchased office furniture for Lagbogol and Griffu Police stations. We have also renovated Hadado sub-county Registrar of person's offices and purchased office furniture.</i>
Emergency	To cater for unforeseen occurrences during the Financial year	Expansion of schools through rehabilitation/ Renovation of classrooms in various primary schools in the constituency	No. of police houses constructed  No. of classrooms ('0') rehabilitated/renovated	<i>In FY 2024/2025 -we have not constructed police houses. In FY 2024/2025 -we renovated 6 classrooms in two primary schools and renovated a Science Laboratory at Hadado Secondary School.</i>

## **6. Governance Statement**

### **Appointment of NGCDF Members**

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

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

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

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

To facilitate this, the selection panel had invited interested and qualified members of the public for appointment to the NGCDF committee. The panel invited through advertisement publicized in Mosques, public offices notice boards and other public areas in the constituency.

**National Government Constituencies Development Fund (NGCDF)**  
**Wajir West Constituency**  
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Out of the total 25 applicants, the selection panel developed a shortlisting criterion which enabled picking of the nominees. Two additional nominees were proposed by Wajir West Constituency Office as per section 43 of the NG-CDF Act, 2015.

**Nominees of the Selection Panel**

NO	NAME	CATEGORY	WARD
1.	Abdikarim Dagane Abdille	Male (Adult)	Hadado/ Athibohol
2.	Ibrahim Abdullahi Ahmed	Male (Youth)	Arbajahan
3.	Kaha Mohamed Bulle	Female (Adult)	Arbajahan
4.	Muntaz Abdi Mohamed	Female (Youth)	Wagalla/ Ganyure

**Nominee of the Body Representing Person with Disability**

NO	NAME	NOMINATING ORGANIZATION	NATURE OF PHYSICAL IMPAIRMENT (Visual/hearing/mental/albinism/ambulatory/hands impairment) etc.	REMARKS (Pertinent comments), including necessity/justification to attend meeting in company of aid.
1.	Fatuma Ali Ibrahim	Wajir County Disability Network	Left Hand and left leg impairment.	

**Nominees from the Wajir West Constituency Office**

NO	NAME	CATEGORY	OCCUPATION	WARD
1.	Ibrahim Osman Madey	Male	Businessman	Wagalla/ Ganyure
2.	Anab Mohamed Abdow	Female	Social Worker	Ademsajida

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

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

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NO	NAME	CATEGORY	WARD
1.	Adan Abdikadir Olow	Male	Arbajahan

The current members of the Wajir West NGCDFC were gazetted on 21<sup>st</sup> May 2025 vide Gazette notice No. **6462** contained **Vol. CXXVII- No. 98**. The terms of office of the members of the constituency committee shall be two years and shall be renewable but shall expire upon the appointment of a new committee. Renewal of contract was done for the previous members of the NGCDFC whose contract ended in April 2025. Therefore, the members who served as the Chairman and Secretary were re-elected. Their details are as follows:

1. Chairperson to the committee -Mr. Ibrahim Abdullahi of ID No. 30485404
2. Secretary to the committee – Mr. Abdikarim Dagane of ID No. 13256187

#### **Removal of NGCDFC Members**

The removal of a member of NGCDFC is guided by Section 43(13) of the Act which provides that a member of the Constituency Committee may be removed from office on any one or more of the following grounds-

- a. lack of integrity;
- b. gross misconduct;
- c. embezzlement of public funds;
- d. bringing the committee into disrepute through unbecoming personal public conduct;
- e. promoting unethical practises;
- f. causing disharmony within the committee;
- g. physical or mental infirmity.

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

### **Roles of NGCDFC Members**

The roles and functions of the NGCDFC are elaborated in regulation 11 (1) of the NGCDF Regulations 2016. The main functions include:

- ❖ build the capacity of project management committees and sensitize the Community on the operations of the Fund;
- ❖ consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- ❖ ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
- ❖ consult with relevant government departments to ensure that cost estimates for projects are realistic;
- ❖ subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- ❖ monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;
- ❖ ensure formation of Project Management Committees, opening of project accounts, project implementation and closure of projects;
- ❖ Ensure that the principles of public finance as provided for under Chapter twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund.
- ❖ 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;
- ❖ collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- ❖ receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;

### **Induction of NGCDFC Members**

The NGCDFC are taken through an induction program after taking over office on their roles, responsibilities and functions. Thereafter, they are given continuous training by the Board to improve their efficiency and effectiveness. There is a budgetary provision on capacity building which is utilized to train NGCDFCs, PMCs and NGCDFC Staff. Wajir West NGCDFC were taken through a comprehensive induction course organized by the NGCDF Board on 29<sup>th</sup> June to 4<sup>th</sup> July 2025. During this training, the Wajir West NGCDFC were taken through critical areas such as public finance, project planning, procurement compliance and performance management.

### **Meetings and Remuneration of NGCDFC Members**

The NGCDFC shall meet at least six (6) times in a year but shall not hold more than twenty-four (24) meetings in the same financial year in accordance with section 43 (11) of the NGCDF Act 2015. The NGCDFCs members and the NGCDFC Chairman are entitled to a sitting allowance of five thousand shillings and seven thousand shillings per sitting respectively. The current members of the Wajir West NGCDFC have held eighteen meetings during the financial year under review and they were paid a total of Kenya Shillings eight hundred and forty-six thousand. In order to streamline the operations of the NGCDFC, reduce the sitting time for the full committee and enhance the smooth running of NGCDFC operations, there are various sub committees constituted namely: education/ bursary committee; finance/ Administration committee; complaints committee and project implementation committee. The terms of reference of these committees were set in a full committee meeting.

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The Wajir West NGCDFC held sixteen meetings on various dates as follows:

<b>NO</b>	<b>DATE OF MEETINGS</b>	<b>NO OF NGCDFC MEMBERS WHO ATTENDED</b>
1.	1 <sup>st</sup> July 2024	9
2.	19 <sup>th</sup> July 2024	9
3.	9 <sup>th</sup> August 2024	9
4.	2 <sup>nd</sup> October 2024	9
5.	28 <sup>th</sup> October 2024	9
6.	19 <sup>th</sup> November 2024	9
7.	23 <sup>rd</sup> November 2024	9
8.	21 <sup>st</sup> December 2024	9
9.	13 <sup>th</sup> January 2025	9
10.	21 <sup>st</sup> January 2025	9
11.	1 <sup>st</sup> March 2025	9
12.	11 <sup>th</sup> March 2025	9
13.	14 <sup>th</sup> April 2025	9
14.	3 <sup>rd</sup> May 2025	9
15.	30 <sup>th</sup> May 2025	9
16.	21 <sup>st</sup> June 2025	9

**Conflict of Interest, Ethics and Conduct of NGCDFC**

The NGCDFCs are required to provide evidence of compliance with Chapter Six of the Constitution on Leadership and Integrity. Non-compliance translates to rejection of the person to be a member of the NGCDFC. Each member of Wajir West NGCDFC was vetted through Chapter six before appointment. They are also trained on other statutes including the Leadership and Integrity Act 2012 and the Public Officer Ethics Act 2003. They are also guided by the code of conduct of the NGCDF Board. There were no case of misconduct and conflict of interest from Wajir West NGCDFC during the period under review.

### **Risk Management**

Risk management has been integrated in the constituency operations through the following; training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations, the Fund account manager avails himself with all the support and required resources to ensure that the identified risk does not hamper with the delivery of service.

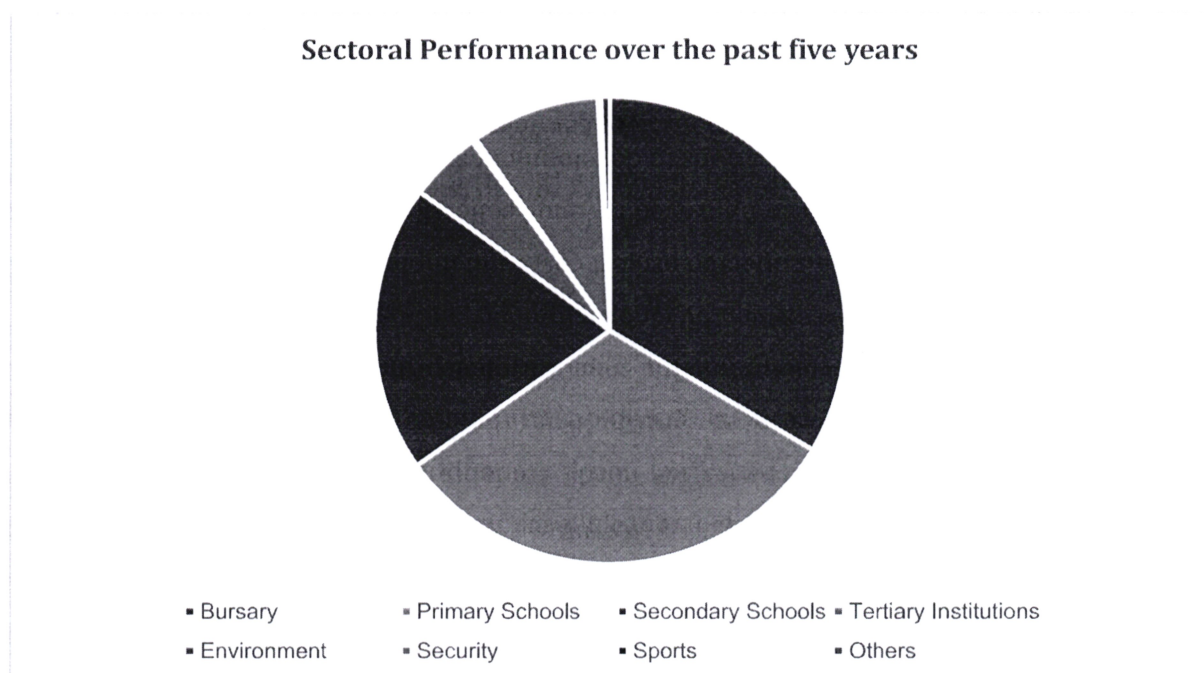
Some of the risk mitigation strategies that Wajir West NGCDFC has implemented include the following: Implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring and evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

## 7. Management Discussion and Analysis

The review covers five financial years (2020/2021 through to 2024/2025). During this period, the Wajir West National Government Constituency Developed Committee received a total of Kenya Shillings **753.92 million** towards the implementation of various projects, with 2023/2024 recording the highest disbursement of Kenya Shillings **171.05 million**, followed by 2024/2025 with Kenya Shillings **170.47 million** as shown below:

FINANCIAL YEAR	ALLOCATION (KSHS)
2020/2021	137,088,879.31
2021/2022	137,088,879.00
2022/2023	138,215,033.00
2023/2024	171,048,403.00
2024/2025	170,469,856.74

Several projects have been implemented up to the reporting date of June, 2025. A breakdown of the projects into sectors is given below.



### **Education**

Between 2020/2021 and 2024/2025, Kenya Shillings **337.4 million** was disbursed for secondary and primary schools' infrastructure projects. Specific projects in primary schools include the construction/rehabilitation of one hundred ninety-one classrooms; the construction/rehabilitation of fourteen administration blocks; fifteen staff houses; twenty-eight toilets and three underground water tanks. Three schools were fenced to mitigate against land grabbing and one thousand, eight hundred seventy-two desks were supplied to various schools.

Infrastructure projects implemented in secondary schools include the construction of eighteen new classrooms; the rehabilitation of eight classrooms; the construction of three new administration blocks, three dormitories, eighteen new toilets; three underground water tanks; three science laboratories, two dining halls, two kitchens with stores and the fencing of one school. Three libraries were rehabilitated. Nine schools were supplied with assorted laboratory equipment; three schools were supplied with fifty chairs and fifty lockers each while seven schools were supplied with office furniture. To enhance mobility, two schools were supplied with school buses. To improve on both access and retention rates, a total of Kenya shillings 218.7 million was used as bursary to assist needy students continue with their education at both secondary and tertiary schools.

### **Security**

Between 2020/2021 and 2024/2025, a total of Kenya Shillings **57.7 million** has been disbursed for security related projects. Specific projects include: Griftu Police Station, Hadado Police Station, Wagalla Station, Kukale Chief's Office, Lagbogol Assistant County Commissioner's Office, Adhibohol Police Station, Lolkuta North Police Station, Hadado Deputy County Commissioner's Residence, Wajir West Sub-County Criminal Investigation Officer staff house, Arbajahan Police Station, Arbajahan Assistant County Commissioner's (ACC) Residence and Lagbogol Police Station among others.

### **Environment**

With minimal expenditure in this sector, Kenya Shillings **2.1 million** was utilized since 2020/2021 for environment related projects. These include the provision of energy saving Jikos

at Hudhile mixed day secondary school and environmentally friendly toilets at Baragothey police station.

### **Sports**

In the review period, the constituency utilized Kshs. **1.6 million** to organize constituency sports tournaments; to carry out constituency sports tournament and awarding the winning teams/schools with trophies, balls and games kits.

Other projects funded during the period under review include the preparation of strategic plan, construction of Hadado Technical and Vocational College and Hadado Huduma Centre.

### **Risks and Compliance Requirements**

The Fund generally complies with key statutory requirements. The Wajir West National Government Constituencies Development Fund (NG-CDF), is guided by the NG-CDF Act, 2015. The other requirements include the compliance with annual budgetary allocations as per the national budget; project identification and prioritization through public participation; preparation and submission of work plans, budgets, and procurement plans and annual audited financial reports submitted to the Auditor-General. However, partial or delayed compliance has been observed in adherence to the Public Finance Management Act and procurement regulations.

The major risks facing the Wajir West NGCDF include political interference in project selection and management, undermining community priorities and transparency. There are delays in disbursements from the National Treasury, affecting project implementation timelines. Inadequate capacity at the constituency level for planning, procurement, and monitoring is a notable risk. There are also legal challenges, such as those questioning the constitutionality of the Fund, which may disrupt its operations in the long run.

There are no material arrears in statutory and financial obligations. However, there are instances pending bills and arrears exist, mainly due to delayed disbursements and project overruns. At other times there is delayed remittance of statutory deductions (PAYE, NSSF,

NHIF) because of delayed disbursements from the exchequer. Audit reports indicate occasional non-compliance with financial reporting and procurement requirements.

### **Review of the Economy and Sector**

A review of the Country's economy's shows mixed trends. The GDP growth slowed in the financial year 2019/2020 due to the COVID-19 pandemic but rebounded in subsequent years. The average annual growth rate ranged between 3.5% and 5.5%, supported by recovery in agriculture, services, and manufacturing. The rising public debt and fiscal deficits put pressure on budget allocations, affecting disbursement timelines for devolved funds like the NG-CDF. Inflation averaged between 6% and 9%, driven by global supply chain disruptions, food and fuel prices, and exchange rate volatility. This affected project costs and implementation timelines under NG-CDF. The Kenya Revenue Authority improved revenue collection, but expenditures continued to outpace revenue, constraining allocations to development sectors, including NG-CDF.

A review of the sector indicates that on average, the Wajir West NG-CDF received approximately Kenya shillings 150 million annually during the period under review. Disbursements were sometimes delayed due to budgetary pressures at the national level. On project implementation, focus remained on education infrastructure (classrooms, toilets, desks, staff houses, dormitories, laboratories), security (police posts), and bursary schemes. Up to 65% of funds were consistently allocated to education-related projects. The Wajir West NG-CDF significantly improved access to education infrastructure and bursaries for needy students, especially in marginalized areas. However, the fund's legality has faced scrutiny from the courts. In 2023, the Supreme Court reaffirmed that NG-CDF must comply with constitutional principles, including separation of powers and devolution.

### **Future Development**

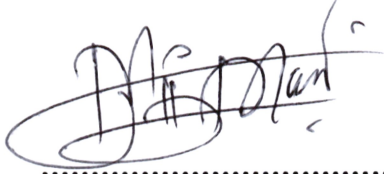
To ensure the existence of NG-CDF into the future the NG-CDF Act may be re-amended to align more explicitly with the 2010 Constitution. Stronger delineation of roles between legislators and fund management is expected. The fund management should be digitized for better tracking of projects, payments, procurement, and public engagement.

There is need to place more emphasis on inclusive participatory processes, ensuring that projects meet actual community needs, especially youth and women. In addition, the NG-CDF is expected

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to align with government priorities under the Bottom-Up Economic Transformation Agenda (BETA), focusing more on empowering grassroots education and social services.



Mohamed Osmail  
Fund Account Manager



FUND ACCOUNT MANAGER  
WAJIR WEST NGCDF  
P. O. Box 23 - 70200,  
WAJIR

## **8. Environmental and Sustainability Reporting**

Wajir West Constituency NGCDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely; Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Constituents with various disabilities and previously marginalized communities.

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

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

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

tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

On macro levels FY 2024/2025 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

## **2. Environmental performance**

Global warming and climate change have negatively affected the constituency economy due to their adverse effects on productive sectors. There is need to enhance capacity for environmental planning to mitigate against global warming and adaptation to climatic changes. Wajir West Constituency NGCDFC allocates 2% of its total budget towards afforestation and mitigation against the impacts of environmental degradation. Areas where we have invested in include rain water harvesting at schools.

Through the establishment of seven new police posts and expansion of two others, Wajir west constituency NGCDF has helped in the sensitization of the community on drug and substance abuse. Officers deployed to these stations, arrests people involved in the illegal trade of illicit brews and other narcotic drugs. With the help of elders and religious leaders, the youth are sensitized on the impacts of these drugs.

## **3. Employee welfare**

We invest in providing the best working environment for our employees. Wajir west constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate 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. Wajir west constituency invests in capacity

building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

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

Wajir west Constituency NGCDF 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. NGCDF has put in efforts to ensure:

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

#### **5. Community Engagements-**

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

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

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

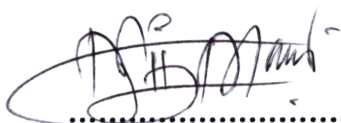
**Public participation** is the process that directly engages the concerned stakeholders in decision-making and considers public input in making that decision.

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

**Public Awareness**

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

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



Mohamed Osmail  
Fund Account Manager.



## **9. Statement of Management Responsibilities**

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

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

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

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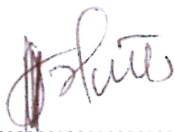
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The Accounting Officer in charge of the NGCDF Wajir West Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's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

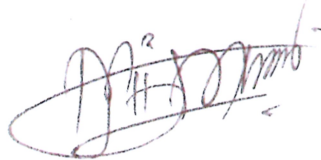
In preparing the financial statements, the Committee has assessed the Fund's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Committee that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

**Approval of the financial statements**


The NGCDF- Wajir West Constituency financial statements were approved and signed by the Accounting Officer on 29<sup>th</sup> July 2025.



.....  
**Ibrahim Abdullahi**  
Chairman – NGCDF Committee



.....  
**Mohamed Osmail**  
Fund Account Manager



**FUND ACCOUNT MANAGER**  
WAJIR WEST NGCDF  
P. O. Box 23 - 70200.  
WAJIR



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

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

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Wajir West Constituency set out on pages 1 to 52, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in

accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Wajir West Constituency as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

### **Basis for Opinion**

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

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final revenue budget and actual on comparable basis of Kshs.223,167,270 and Kshs.182,697,413 respectively, resulting in under-funding of Kshs.40,469,857 or 18% of the budget. Similarly, the Fund incurred expenditure of Kshs.109,837,742 against actual receipts of Kshs.182,697,413 resulting to an under-expenditure of Kshs.72,859,671, or 40% of the available funds.

The under-funding and under-performance 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. There were no key audit matters to report in the year under review.

### **Other Matter**

#### **Delay in Implementation of Projects**

During the year under review, the Fund allocated Kshs.140,502,533 to sixty-five (65) projects in various sectors including emergency, security, climate, education and other

projects. Review of the Project Implementation Status report revealed that sixty-two (62) projects costing Kshs.138,202,533 were complete and three (3) projects costing Kshs.2,300,000 had not started as at the time of audit in October, 2025.

The delay in implementation of projects may have negatively affected service delivery.

### **Other Information**

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

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

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

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

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

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

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

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

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

### **Responsibilities of the Management and the National Government Constituencies Development Fund Committee**

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

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

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

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

National Government Constituencies Development Fund Committee is responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how

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


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

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

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

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

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

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

**Nairobi**

**20 November, 2025**

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

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

	Note	2024/2025 Kshs
<b>Revenue from non-exchange transactions</b>		
Transfers from the NGCDF Board	6	170,469,857
<b>Total revenue</b>		<b>170,469,857</b>
<b>Expenses</b>		
Employee costs	7	7,427,073
Committee expenses	8	1,338,300
Use of Goods and Services	9	5,489,981
Other Government Units Actual expenditure	10	46,258,163
Other Grants and Transfers Actual expenditure	11	49,258,972
<b>Total expenses</b>		<b>109,772,489</b>
<b>Other gains/(losses)</b>		
<b>Surplus/(Deficit) for the year</b>		<b>60,697,368</b>

The Constituency financial statements were approved by the NGCDFC on **29<sup>th</sup> July 2025** and signed by:

by:

**Chairman NG-CDF  
Committee**

**Ibrahim Abdullahi**

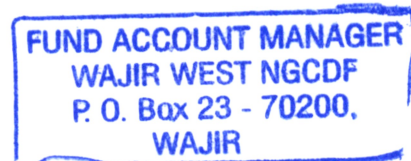
**National Sub-County  
Accountant**

**Sammy Malova**

**ICPAK M/No: 34464**

**Fund Account Manager**

**Mohamed Osmail**



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


**12. Statement of Financial Position as at 30th June, 2025**

	Note	2024/2025	Opening Statement 1st July 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash And Cash Equivalents	12	72,859,671	11,649,010
Receivables from Non-Exchange Transactions	13	40,469,857	41,048,403
<b>Total Current Assets</b>		<b>113,329,528</b>	<b>52,697,413</b>
<b>Non-Current Assets</b>			
<b>Total Non- Current Assets</b>		<b>-</b>	<b>-</b>
<b>Total Assets (A)</b>		<b>113,329,528</b>	<b>52,697,413</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Gratuity Provision	15	3,339,724	3,404,976
<b>Total Current Liabilities</b>		<b>3,339,724</b>	<b>3,404,976</b>
<b>Non-Current Liabilities</b>			
<b>Total Liabilities (B)</b>		<b>3,339,724</b>	<b>3,404,976</b>
<b>Net Assets (A-B)</b>		<b>109,989,804</b>	<b>49,292,437</b>
<b>Represented by:</b>			
Revaluation Reserves			

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Accumulated Surplus		109,989,805.20	49,292,437
<b>Total Net Assets</b>		<b>109,989,805.20</b>	<b>49,292,437</b>

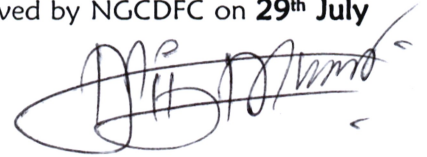
The Constituency financial statements set out on pages 1 to 17 approved by NGCDFC on **29<sup>th</sup> July 2025** and signed by:



**Chairman NG-CDF  
Committee  
Ibrahim Abdullahi**



**National Sub-County  
Accountant  
Sammy Malova  
ICPAK M/No: 34464**



**Fund Account Manager  
  
Mohamed Osmail**



*National Government Constituencies Development Fund (NGCDF)*  
*Wajir West Constituency*  
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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
<b>Fund Balance as at 30<sup>th</sup> June 2024</b>	-	11,632,745	11,632,745
<b>Adjustments</b>			
Recognition of Assets	-	41,064,668	41,064,668
Recognition of Liabilities	-	3,404,976	3,404,976
<b>As at July 1, 2024</b>	-	49,292,437	49,292,437
Surplus/(Deficit) For the Period	-	60,697,368	60,697,368
Revaluation Gain/Loss	-	-	-
<b>As at June 30, 2025</b>	-	<b>109,989,805</b>	<b>109,989,805</b>

**Note:**

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

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

Other Government Units Certified Works	Notes	2024/2025
Other Grants and Transfers		Kshs
<b>Cash flows from operating activities</b>		
<b>Receipts</b>		
Transfers from the NGCDF Board		171,048,403
Transfers from domestic and foreign partners		-
Finance income		-
Miscellaneous income		-
<b>Total Receipts</b>		<b>171,048,403</b>
<b>Payments</b>		
Employee costs		7,492,325
Committee expenses		1,338,300
Use of Goods and Services		5,489,981
Other Government Units Certified Works		46,258,163
Other Grants and Transfers		49,258,972
Digital Hubs Expenses		-
<b>Total Payments</b>		<b>109,837,741</b>
<b>Net Cash Flows from/ (used in) Operating Activities</b>	16	<b>61,210,662</b>
<b>Cash flows From Investing Activities</b>		
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
<b>Net Cash Flows from Investing Activities</b>		<b>-</b>
<b>Net increase/(decrease) in cash &amp; Cash equivalents</b>		<b>61,210,662</b>
<b>Cash Flows from Financing Activities</b>		
Lease Payment		-

***National Government Constituencies Development Fund (NGCDF)***  
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<b>Net Cash Flows from Financing Activities</b>		<b>61,210,662</b>
Cash and cash equivalents at 1 July	12	<b>11,649,010</b>
<b>Cash and cash equivalents at 30 June</b>	12	<b>72,859,672</b>

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

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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
	<i>2024/2025</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>2024/2025</i>	<i>2024/2025</i>		
<b>Revenue</b>							
Transfers From the NGCDF Board	170,469,857	11,649,010	41,048,403	223,167,270	182,697,413	40,469,857	81.9%
Transfers from domestic and foreign partners	-	-	-	-	-	-	-
Finance income	-	-	-	-	-	-	-
Miscellaneous income	-	-	-	-	-	-	-
<b>Totals</b>	<b>170,469,857</b>	<b>11,649,010</b>	<b>41,048,403</b>	<b>223,167,270</b>	<b>182,697,413</b>	<b>40,469,857</b>	<b>81.9%</b>
<b>Expenses</b>							
Employee costs	7,461,061	601,250	2,762,946	10,825,257	7,492,325	3,332,932	69.2%
Committee expenses	1,828,000	262,296	282,000	2,372,296	1,338,300	1,033,996	56.4%
Use of Goods and Services	6,051,162	603,156	2,700,000	9,354,318	5,489,981	3,864,337	58.7%
Other Government Units Certified Works	65,500,000	2,453,589	34,069,366	102,022,955	46,258,163	55,764,792	45.3%
Other Grants and Transfers	67,629,634	7,728,595	1,234,091	76,592,320	49,258,973	27,333,347	64.3%
Digital Hubs Expenses	-	-	-	-	-	-	-

*National Government Constituencies Development Fund (NGCDF)  
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	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	B		C=(a+b)	d	e=(c-d)	f=d/c*100
	<i>2024/2025</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>2024/2025</i>	<i>2024/2025</i>		
Other expenses	22,000,000	124	-	22,000,124	-	22,000,124	-
Acquisition of Asset	-	-	-	-			
Funds Pending Approval**	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>170,469,857</b>	<b>11,649,010</b>	<b>41,048,403</b>	<b>223,167,270</b>	<b>109,837,742</b>	<b>113,329,528</b>	<b>49.2%</b>
<b>Surplus for the period</b>							

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

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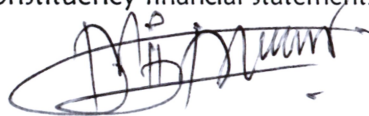
**Explanatory Notes.**

From the statement of comparison of budget and actual amounts, the total expenditure performance stood at 49.2%. The low absorption of funds is explained as follows:

- i. **Employee Costs** -the absorption was below 90% because funding from the NGCDF Board delayed leading to low utilization of funds.
- ii. **Committee expenses** – the absorption was below 90% because funding from the NGCDF Board delayed leading to low utilization of funds.
- iii. **Use of Goods and Services** - the absorption was below 90% because funding from the NGCDF Board delayed leading to low utilization of funds.
- iv. **Other government units Certified Works** -the absorption was 90% because funding from the NGCDF Board delayed hence a delay in procurement and utilization of funds.
- v. **Other grants and transfers** -the absorption was 90% because funding from the NGCDF Board delayed hence a delay in procurement and utilization of funds.

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilisation difference totals	113,329,528
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2025	(40,469,857)
Cash and Cash Equivalent at the end of the 30 <sup>th</sup> June 2025	72,859,671

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 29<sup>th</sup> July 2025 and signed by:



Fund Account Manager

Mohamed Osmail




National Sub-County Accountant

Mohamed Osmail  
ICPAK M/No:34464




Chairman NG-CDF Committee

Ibrahim Abdullahi





**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	7,461,061	601,250	2,762,946	<b>10,825,257</b>	7,492,325	3,332,932
1.2 Committee Allowances	1,128,000	-	282,000	<b>1,410,000</b>	752,000	658,000
1.3 Use of Goods and Services	1,637,068	55,048	600,000	<b>2,292,116</b>	1,869,811	422,305
<b>Sub-total</b>	<b>10,226,129</b>	<b>656,298</b>	<b>3,644,946</b>	<b>14,527,373</b>	<b>10,114,136</b>	4,413,237
<b>2.0 Monitoring and evaluation</b>						
2.1 Capacity Building	1,900,000	144,147	900,000	2,944,147	1,291,000	1,653,147
2.2 Committee Allowances	700,000	262,296		962,296	586,300	375,996
2.3 Use of Goods and Services	2,514,094	403,961	1,200,000	4,118,055	2,329,170	1,788,885
<b>Sub-total</b>	<b>5,114,094</b>	<b>810,404</b>	<b>2,100,000</b>	<b>8,024,498</b>	<b>4,206,470</b>	3,818,028
<b>3.0 Emergency</b>						
3.1 Busbus Primary School		860,523	739,377	1,599,900	1,599,900	-
3.2 Hudhile Primary School			494,714	1,899,400	1,899,400	-
3.3 Hadado Secondary School		1,699,120		1,699,120	1,699,120	-
3.4 Unutilized	8,972,098			7,567,412		
<b>Sub-total</b>	<b>8,972,098</b>	<b>2,559,643</b>	<b>1,234,091</b>	<b>12,765, 832</b>	<b>5,198,420</b>	<b>7,567,412</b>
<b>4.0 Bursary and Social Security</b>						
4.1 Primary Schools						

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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 Year's Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
4.2 Secondary Schools	36,057,536	-		36,057,536	36,057,536	-
4.3 Tertiary Institutions	20,000,000	4,053,679		<b>24,053,679</b>	5,803,350	18,250,329
4.4 Universities						
4.5 Social Security						
<b>Sub-total</b>	<b>56,057,536</b>	<b>4,053,679</b>	<b>-</b>	<b>60,111,215</b>	<b>41,860,886</b>	<b>18,250,329</b>
<b>5.0 Sports</b>						
5.1 Wajir West Sports Project		527		527		527
<b>Sub-total</b>		<b>527</b>		<b>527</b>		<b>527</b>
<b>6.0 Climate Change Mitigation</b>						
6.1 Hudhile Mixed Secondary	1,500,000			<b>1,500,000</b>		1,500,000
6.2 Baragothey Police Station		1,000		<b>1,000</b>		1,000
<b>Sub-total</b>	<b>1,500,000</b>	<b>1,000</b>	<b>-</b>	<b>1,501,000</b>	<b>-</b>	<b>1,501,000</b>
<b>7.0 Primary Schools Projects</b>						
7.10 Guticha Primary School		675		<b>675</b>		675
7.11 Jira Primary School		200		<b>200</b>		200
7.12 Welgaras Primary School		300		<b>300</b>		300
7.13 Koricha Primary School		103,285		<b>103,285</b>	<b>99,263</b>	4,022
7.14 LMD Primary School		1,080		<b>1,080</b>		1,080
7.15 Lolkuta North Primary Sch		100		<b>100</b>		100
7.16 Omar Diqile Primary School		100		<b>100</b>		100

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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
7.17 Adan Awale Primary School		50		50		50
7.18 Isakia Primary School		740		740	700	40
7.19 Kalkacha West Primary Sch		105		105		105
7.20 Kanjara Primary School		625		625		625
7.21 Showli Primary School		410		410		410
7.22 Wichir Primary School		101,090		101,090	100,000	1,090
7.23 Waso Girls Primary School		1,074		1,074	600	474
7.24 Weylahir Primary School		200		200		200
7.25 Ademsajida Primary School			3,174,886	3,174,886	3,068,350	106,536
7.26 Arbajahan Primary School		50	2,044,901	2,044,951	2,044,070	881
7.27 Adhibohol Primary School		80	640,000	640,080	636,805	3,275
7.28 Baji Primary School	1,600,000		400,000	2,000,000	399,600	1,600,400
7.29 Ganyure primary school	1,200,000		1,500,000	2,700,000	1,499,200	1,200,800
7.30 Garsekhoftu Primary School		250	560,000	560,250	558,675	1,575
7.31 Waberi Girls Primary School	1,200,000	10,100	640,000	1,850,100	648,600	1,201,500
7.32 Kara Primary School		200	400,000	400,200	398,800	1,400
7.33 Lanqot Primary School	2,300,000	11,200	560,000	2,871,200	568,500	2,302,700
7.34 Lolkuta South Primary Sch	2,300,000		900,000	3,200,000	899,750	2,300,250
7.35 Matho Primary School		120	400,000	400,120	399,550	570
7.36 Shanta Abaq Primary School	1,500,000		560,000	2,060,000	2,059,557	443

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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 Year Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
7.37 Barmish Primary School		320	900,000	<b>900,320</b>	<b>899,450</b>	870
7.38 Biliq Primary School	2,400,000	215	1,050,000	<b>3,450,215</b>	<b>1,047,750</b>	2,402,465
7.39 Garab Bisiq Primary School			1,050,000	<b>1,050,000</b>	<b>997,235</b>	52,765
7.40 Wagalla Primary School	1,500,000	325	900,000	<b>2,400,325</b>	<b>899,910</b>	1,500,415
7.41 Welathi Primary School	1,200,000	500	1,050,000	<b>2,250,500</b>	<b>1,049,900</b>	1,200,600
7.42 Maumau Primary School		560	1,050,000	<b>1,050,560</b>	<b>1,049,465</b>	1,095
7.43 Hon Khalif Girls Primary			1,050,000	<b>1,050,000</b>	<b>1,049,800</b>	200
7.44 Lagbogol Primary School		1,827	1,304,683	<b>1,306,510</b>	<b>1,303,660</b>	2,850
7.45 Hadado Primary School	400,000	840	1,484,896	<b>1,885,736</b>	<b>1,431,599</b>	454,138
7.46 Lagdima Primary School	2,300,000	240		<b>2,300,240</b>		2,300,240
7.47 Kukale Primary School	1,800,000			<b>1,800,000</b>		1,800,000
7.48 Boa Primary School	1,200,000			<b>1,200,000</b>	<b>1,199,899</b>	101
7.49 Boji Yare Primary	1,200,000	400		<b>1,200,400</b>		1,200,400
7.50 Banane Primary School	1,200,000			<b>1,200,000</b>		1,200,000
7.51 Bukuma Primary School	1,200,000			<b>1,200,000</b>		1,200,000
7.52 Ona Salat Primary	2,400,000			<b>2,400,000</b>		2,400,000
7.53 Fatuma Nur Primary School	2,300,000			<b>2,300,000</b>		2,300,000
7.54 Shandarua Primary School	1,200,000	920		<b>1,200,920</b>		1,200,920
7.55 Gothey Primary School	1,200,000	300		<b>1,200,300</b>		1,200,300
7.56 Garabhanshanley Primary	2,400,000	100		<b>2,400,100</b>		2,400,100

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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
7.57 Busbus Primary School	1,200,000	2,408		<b>1,202,408</b>		1,202,408
7.58 Madina Primary School	1,200,000	240		<b>1,200,240</b>		1,200,240
7.59 Nur Goos Primary School	1,200,000			<b>1,200,000</b>		1,200,000
7.60 Doblely Primary School	1,200,000			<b>1,200,000</b>		1,200,000
7.61 Bulla Forest Primary	1,200,000	80		<b>1,200,080</b>		1,200,080
7.62 Al Hagar Primary School	2,300,000			<b>2,300,000</b>		2,300,000
7.63 Dadacha Ano Primary Sch	1,800,000			<b>1,800,000</b>		1,800,000
7.64 Abaqmothobe Primary	2,400,000			<b>2,400,000</b>	<b>2,399,893</b>	108
7.65 Makoror primary school	2,000,000	161		<b>2,000,161</b>		2,000,161
7.66 Hudhile Primary School	3,200,000			<b>3,200,000</b>		3,200,000
7.67 Feragel Primary School	1,200,000			<b>1,200,000</b>		1,200,000
7.68 Kubeyurur Primary School	800,000	95		<b>800,095</b>		800,095
7.69 Garweine Primary School	2,300,000	240		<b>2,300,240</b>		2,300,240
<b>Sub-total</b>	<b>56,000,000</b>	<b>241,805</b>	<b>21,619,366</b>	<b>77,861,171</b>	<b>26,710,580</b>	51,150,591
<b>8.0 Secondary Schools Projects</b>						
8.10 Wajir Girls Secondary School		10,000		<b>10,000</b>	<b>10,000</b>	-
8.11 Waso Girls Secondary School		430		<b>430</b>		430
8.12 Wagalla Memorial Secondary		1,000		<b>1,000</b>	<b>1,000</b>	-
8.13 Adan Awale Secondary		446,834		<b>446,834</b>	<b>446,734</b>	100
8.14 Adhibohol Secondary School		396,456		<b>396,456</b>	<b>396,401</b>	55

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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
8.15 Garsekhoftu Secondary		801,575		<b>801,575</b>	<b>801,150</b>	425
8.16 Hon Khalif Girls Secondary		820		<b>820</b>		820
8.17 Lagbogol Secondary School		1,687		<b>1,687</b>		1,687
8.18 Kanjara Secondary School		441,024		<b>441,024</b>	<b>440,294</b>	730
8.19 Arbajahan Secondary School		550	1,400,000	<b>1,400,550</b>	<b>1,399,430</b>	1,120
8.20 Hadado Secondary school			1,050,000	<b>1,050,000</b>	<b>1,049,950</b>	50
8.21 Makoror Mixed Day Sec	2,000,000	108,595		<b>2,108,595</b>	<b>16,245</b>	2,092,350
8.22 Griftu Secondary School	3,000,000	500		<b>3,000,500</b>	2,997,484	3,016
8.23 Hudhile Mixed Day Sec	2,500,000	593		<b>2,500,593</b>		2,500,593
8.24 Sabunley Secondary School	2,000,000	1,720		<b>2,001,720</b>	1,988,895	12,825
<b>Sub-total</b>	<b>9,500,000</b>	<b>2,211,784</b>	<b>2,450,000</b>	<b>14,161,784</b>	<b>9,547,583</b>	<b>4,614,201</b>
<b>8.0 Tertiary institutions Projects</b>						
8.1 Hadado Technical & vocational College			10,000,000	10,000,000	10,000,000	-
<b>Sub-total</b>			10,000,000	10,000,000	10,000,000	-
<b>9.0 Security Projects</b>						
9.1 Arbajahan ACC's Residence		75		<b>75</b>		75
9.2 Baragothey Police Station Antistock		80		<b>80</b>		80
9.3 Elkali Police Station Antistock		21		<b>21</b>		21
9.4 Griftu Police Station		500,140		<b>500,140</b>	<b>499,718</b>	422

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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
9.5 Hadado Police Station		980		980		980
9.6 Lagbogol Police Station		610,900		610,900	600,595	10,305
9.7 Lolkuta North Police Camp		1,550		1,550		1,550
9.8 Hadado Registrar of persons' Offices	1,100,000		-	1,100,000	1,099,354	647
<b>Sub-total</b>	<b>1,100,000</b>	<b>1,113,746</b>	<b>-</b>	<b>2,213,746</b>	<b>2,199,667</b>	<b>14,080</b>
<b>10.0 Acquisition of assets</b>						
10.1 Motor Vehicles						
10.2 Construction of CDF office						
10.3 Purchase of furniture and equipment						
10.4 Purchase of computers						
10.5 Purchase of land						
<b>Sub-total</b>						
<b>11.0 Digital Hubs</b>						
<b>Sub total</b>						
<b>12.0 Others</b>						
12.1 Strategic Plan		124		124		124
12.2 Hadado Huduma Centre	22,000,000	-	-	22,000,000		22,000,000
<b>Sub total</b>	<b>22,000,000</b>	<b>124</b>	<b>-</b>	<b>22,000,124</b>	<b>-</b>	<b>22,000,124</b>
<b>13.0 Funds pending approval**</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
13.1 Unapproved projects						
13.2 AIA						
<b>Sub-total</b>						
<b>Total</b>	<b>170,469,857</b>	<b>11,649,010</b>	<b>41,048,403</b>	<b>223,167,270</b>	<b>109,837,742</b>	<b>113,329,528</b>

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

## **17. Notes to the Financial Statements**

### **1. General information**

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established by and derives its authority and accountability from the NG-CDF Act 2015 (amended 2023). The NG-CDF is wholly owned by the Government of Kenya and is domiciled in Kenya. The NG-CDF Wajir West Constituency principal activity is the financing of development projects that are exclusively the responsibility of the national government.

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

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

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

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

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

**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.*

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

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and Equipment	<p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><b>This IPSAS is applicable at the constituency effective 1<sup>st</sup> July 2025.</b></p>
IPSAS 46: Measurement	<p><b><i>Applicable 1<sup>st</sup> January 2025</i></b></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><b>This IPSAS is applicable at the constituency effective 1<sup>st</sup> July 2025.</b></p>
IPSAS 47: Revenue	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></b></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles</p>

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	<p>that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><b>This IPSAS is applicable at the constituency effective 1<sup>st</sup> July 2026.</b></p>
<p>IPSAS 48: Transfer Expenses</p>	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></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>This IPSAS is not applicable at the constituency.</b></p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></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>This IPSAS is not applicable at the constituency.</b></p>
<p>IPSAS 50: Exploration For &amp; Evaluation of Mineral Resources</p>	<p><b><i>Applicable 1<sup>st</sup> January 2027</i></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> <ol 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> </ol> <p><b>This IPSAS is not applicable at the constituency.</b></p>

**iii. Early adoption of standards**

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

**3. Summary of Significant Accounting Policies**

**a) Revenue recognition**

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

**Transfers from other government entities**

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

**ii) Revenue from exchange transactions**

**Sale of goods**

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

**Interest income**

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

### **Rental income**

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

#### **b) Budget information**

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

A comparison of the actual performance against the final budget for the financial year under review has been included in the financial statements. The financial statements are prepared on an accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget.

A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 15 of these financial statements.

#### **c) Property, plant and equipment**

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Entity recognizes such parts as individual assets with specific useful lives and

depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

**d) Leases**

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

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

**e) Intangible assets**

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the

period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite. Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

**f) Financial instruments**

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

**a) Financial assets**

**Classification of financial assets**

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

or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

### **Subsequent measurement**

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

### **Amortized cost**

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

### **Fair value through net assets/ equity**

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

### **Trade and other receivables**

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

### **Fair value through surplus or deficit**

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

### **Impairment**

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date.

### **b) Financial liabilities**

#### **Classification**

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

### **g) Inventories**

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

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

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

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

#### **h) Provisions**

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

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

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

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

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

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

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of

economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

#### **l) Employee benefits**

##### **Retirement benefit plans**

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

##### **m) Foreign currency transactions**

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

##### **n) Related parties**

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

**o) Cash and Cash Equivalents**

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

**p) Comparative figures**

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

**q) Subsequent events**

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

**4. Significant Judgments and Sources of Estimation Uncertainty**

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

**Estimates and assumptions.**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future

developments may change due to market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

#### **Useful lives and residual value**

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

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

#### **Provisions**

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

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**6. Transfers from the NGCDF Board**

Description	2024/2025
	Kshs
NGCDFB Transfers (Allocation for the FY)	171,048,403
<b>Total</b>	<b>171,048,403</b>

**7. Employees cost**

	2024/2025
	Kshs
NG-CDFC Basic staff salaries	5,369,918
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	-
Leave allowance	-
Gratuity to contractual employees	1,677,073
Employer Contributions Compulsory national social security schemes	302,532
Employer Contributions Compulsory Housing levy	77,550
Employer contributions to National Industrial Training Authority	-
Other Specify	-
<b>Total</b>	<b>7,427,073</b>

**8. Committee Expenses**

	2024/2025
	Kshs
Sitting allowance	752,000
Other Committee expenses	586,300
<b>Total</b>	<b>1,338,300</b>

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**9. Use of Goods and services**

	<i>2024/2025</i>
	Kshs
Utilities, supplies and services	83,456
Communication, supplies and services	162,650
Domestic travel and subsistence	289,000
Printing, advertising and information supplies & services	341,295
Office Rent	-
Training expenses	1,109,000
Hospitality supplies and services	891,000
Insurance costs	-
Specialized materials and services	605,000
Office and general supplies and services	1,600,000
Fuel, oil & lubricants	399,955
Bank charges	8,625
Routine maintenance – vehicles and other transport equipment	-
Routine maintenance – other assets	-
Strategic plan expenses	-
Other operating expenses	-
<b>Total</b>	<b>5,489,981</b>

**10. Other Government Units Actual expenditure**

Description	<i>2024/2025</i>
	Kshs
Primary Schools Actual expenditure	26,689,280
Secondary Schools Actual expenditure	9,568,883
Tertiary Institutions Actual expenditure	10,000,000
<b>Total</b>	<b>46,258,163</b>

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

	2024/2025
	Kshs
Bursary – secondary schools	36,057,536
Bursary – tertiary institutions	5,803,350
Bursary – special schools	-
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual expenditure	2,199,666
Climate change mitigation projects	-
Emergency projects Actual expenditure	5,198,420
Roads projects Actual expenditure	-
Others specify	-
<b>Total</b>	<b>49,258,972</b>

**12. Cash and Cash Equivalents**

Name Of Bank and Account No.	2024/2025	Opening Statement 1 <sup>st</sup> July 2025
	Kshs	Kshs
<b>Bank Accounts (Cash Book Bank Balance)</b>		
<i>Operations account- Equity Bank, A/c No. 1030283821047</i>	69,265,724	11,632,745
<i>Deposit account- Equity Bank, A/c No. 1030285934148</i>	3,339,724	-
<i>PMC accounts- Refer to Annex 2.</i>	254,223	16,265
<b>Total</b>	<b>72,859,671</b>	<b>11,649,010</b>
<b>Cash Balances</b>		
Location 1	-	-
Location 2	-	-
Other Locations ( <i>Specify</i> )	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<i>Provided Cash Count Certificates for Each of the Accounts.</i>		

*Provided a schedule of all reconciled PMC bank balances as at the end of the period.*

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**13. Receivables from Non-Exchange Transactions**

Description	2024/2025		Opening Statement 1 <sup>st</sup> July 2025	
	Kshs		Kshs	
Transfers from NGCDFB	40,469,857		41,048,403	
Outstanding imprest	-		-	
<b>Total</b>	<b>40,469,857</b>		<b>41,048,403</b>	
<b>Ageing Analysis- Receivables from non-exchange transactions</b>	<b>2024/2025</b>	<b>% of the total</b>	<b>Opening Balance</b>	<b>% of the total</b>
Less than 1 year	40,469,857	100%	41,048,403	100%
Between 1-2 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	<b>40,469,857</b>	<b>100%</b>	<b>41,048,403</b>	<b>100%</b>

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**14. Property, Plant and Equipment**

	Land	Buildings	Motor vehicles	Furniture and fittings	Computers & ICT Equipment	Other Assets (specify)	Capital Work in progress	Total
<b>Depreciation Rate(specify)</b>		<b>2%</b>	<b>25%</b>	<b>12.5%</b>	<b>30%</b>	<b>x%</b>		
<b>Cost</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
<b>Opening Bal as 1<sup>st</sup> July 2024</b>	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-
<b>As At 30<sup>th</sup> June 2025</b>	-	-	-	-	-	-	-	-
<b>Depreciation And Impairment</b>								
<b>Opening Depreciation</b>	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
<b>As At 30<sup>th</sup> June 2025</b>	-	-	-	-	-	-	-	-
<b>Net Book Values</b>								
<b>Opening Bal as at 1<sup>st</sup> July 2024</b>	-	-	-	-	-	-	-	-
<b>As At 30<sup>th</sup> June 2025</b>	-	-	-	-	-	-	-	-

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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).

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

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

	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	500,000	-	500,000
Buildings	18,010,480	-	18,010,480
Plant And Machinery	-	-	-
Motor Vehicles, Including Motorcycles	-	-	-
Computers And Related Equipment	1,320,000	-	1,320,000
Office Equipment, Furniture, And Fittings	2,411,000	-	2,411,000
<b>Total</b>	<b>22,241,480</b>	<b>-</b>	<b>22,241,480</b>

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

(4 b) Property, Plant and Equipment at Cost	Cost or valuation	Normal annual depreciation charge
Plant and Machinery	-	-
Motor Vehicles including Motorcycles	-	-
Computers and Related Equipment	-	-
Office Equipment, Furniture and Fittings	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**15. Gratuity Provision**

Description	2024/2025
	Kshs
Gratuity at the beginning of the year 1 <sup>st</sup> of July 2024	3,404,976
Gratuity held during the year	1,677,073
Gratuity paid during the year	1,742,325
<b>Total Gratuity Provision 30th June (A+B-C)</b>	<b>3,339,724</b>

## 16. Cash Generated from Operations

	2024/2025
	Kshs
<b>Surplus/Deficit for the year</b>	<b>60,697,368</b>
<b>Adjusted for:</b>	
Depreciation	-
Impairment	-
Gains and losses on disposal of assets	-
<b>Working capital adjustments</b>	
Increase/decrease in receivables	578,546
Increase/decrease in payables	(65,252)
<b>Net cash flow from operating activities</b>	<b>61,210,662</b>

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

## 17. Financial Risk Management

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

### i) Credit risk

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

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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</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	40,469,857	40,469,857	-	-
Bank balances	72,859,671	72,859,671	-	-
<b>Total</b>	<b>113,329,529</b>	<b>113,329,529</b>	-	-
<b>As at 30 June 2024</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	41,048,402	41,048,402	-	-
Bank balances	11,649,010	11,649,010	-	-
<b>Total</b>	<b>52,697,412</b>	<b>52,697,412</b>	-	-

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

## **Financial Risk Management**

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has no significant concentration of credit risk on amounts due. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

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

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 2025</b>				
Trade payables	-	-	-	-
Current proportion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	3,339,724	3,339,724
<b>Total</b>	-	-	<b>3,339,724</b>	<b>3,339,724</b>
<b>As at 30<sup>th</sup> June 2024</b>				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-

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Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	3,404,976	3,404,976
<b>Total</b>	-	-	<b>3,404,976</b>	<b>3,404,976</b>

**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 no 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.

## **Financial Risk Management**

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

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
<b>2024/2025</b>			
Euro	10%	-	-
USD	10%	-	-
<b>2023/2024</b>			
Euro	10%	-	-
USD	10%	-	-

### **b) Interest rate risk**

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

### **Management of interest rate risk**

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

### **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:

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- 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.

**iv) Capital Risk Management**

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

Description	2024/2025	Opening Statement 1 <sup>st</sup> July 2024
	Kshs	Kshs
Revaluation Reserve	49,292,437	49,292,437
Retained Earnings	60,697,368	-
Capital Reserve	-	-
<b>Total Funds</b>	<b>109,989,805</b>	<b>49,292,437</b>
Total Borrowings	-	-
Less: Cash and Bank Balances	<b>72,859,671</b>	<b>11,649,010</b>
Net Debt/(Excess Cash And Cash Equivalents)	<b>72,859,671</b>	<b>11,649,010</b>
<b>Gearing</b>	<b>0</b>	<b>0</b>

## 18. Related Party Disclosures

	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	<b>1,338,300</b>	-
<b>Transaction with the NGCDF Board</b>		
Transfers from the NGCDF Board during the year	171,048,403	-
<b>Total</b>	<b>171,048,403</b>	-

## 19. Segment Information

Wajir West NGCDF does not operate in different geographical regions or in departments, so IPSAS 18 on segmental reporting does not apply.

## 20. Contingent Assets and Contingent Liabilities

### Contingent Assets

Description	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>

(Give details)

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**Contingent Liabilities**

Description	2024/2025	Opening Statement 1 <sup>st</sup> July 2024
	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>	-	-

**21. Capital Commitments**

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

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

**22. Events after the Reporting Period**

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

**23. Ultimate and Holding Entity**

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

**24. Currency**

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

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**18. Annexes**

**Annex 1: Summary of Asset Register**

Asset class	Historical Cost/valuation cost balance brought forward (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	500,000			500,000
Buildings and structures	18,010,480			18,010,480
Transport equipment				
Office equipment, furniture, and fittings	2,411,000			2,411,000
ICT Equipment and Other ICT Assets	1,320,000			1,320,000
Other Machinery and Equipment				
Intangible assets				
<b>Total</b>	<b>22,241,480</b>			<b>22,241,480</b>

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**Annex 2 –PMC Bank Balances as at 30<sup>th</sup> June 2025**

PMC	Bank	Account number	Bank Balance 2024/2025	Bank Balance 2023/2024
Abaqmathobe Primary School	Equity-Wajir	1030286030938	7.50	
Adan Awale Secondary School PMC	Equity-Wajir	1030285553363	95.60	
Ademsajida Primary School	Equity-Wajir	1030286066921	105,370.00	
Adhibohol Primary School	Equity-Wajir	1030284759724	3,195.00	
Adhibohol Secondary School PMC	Equity-Wajir	1030285554666	54.40	
Arbajahan Primary School	Equity-Wajir	1030184447889	86.00	
Arbajahan Secondary School	Equity-Wajir	1030284488139	70.00	
Baji Primary School	Equity-Wajir	1030285644495	400.00	
Barmish Primary School	Equity-Wajir	1030286013009	150.00	
Billiq Primary School	Equity-Wajir	1030284490731	2,205.00	25.00
Boa Primary School	Equity-Wajir	1030184430549	5.00	
Bojiyare Primary School	Equity-Wajir	1030284727356	200.00	200.00
Busbus Primary School	Premier- Wajir	8000477301	2,307.50	2,307.50
Ganyure Primary School	Equity-Wajir	1030285476686	691.60	
Garab Bisiq Primary School	Equity-Wajir	1030285432363	52,725.00	
Garsekhoftu Primary School	Equity-Wajir	1030184427928	1,325.00	
Garsekhoft Secondary School	Equity-Wajir	1030184587745	225.00	
Garsekhoftu Secondary School	Premier- Wajir	80011804	40.00	

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PMC	Bank	Account number	Bank Balance 2024/2025	Bank Balance 2023/2024
Griftu Police Station PMC	Equity-Wajir	1030184577477	282.00	
Griftu Secondary School	Equity-Wajir	1030286295713	1,000.00	
Guticha Primary School	Equity-Wajir	1030284715444	195.00	195.00
Hadado Primary School	Premier- Wajir	80005020	1,077.00	1,077.00
Hadado Primary School	Equity-Wajir	1030294377135	53,177.50	
Hadado Registrar's Office PMC	Equity-Wajir	1030286466165	482.50	
Hon Khalif Girls Primary School	Equity-Wajir	1030285512832	150.00	
Hudhile Mixed Sec School	Equity-Wajir	1030284119668	412.50	
Hudhile Primary	Equity-Wajir	1030286349712	506.00	
Jira Primary School	Equity-Wajir	1030284215050	200.00	200.00
Kalkacha West Primary School	Equity-Wajir	1030184374175	35.00	35.00
Kanjara Primary School	Equity-Wajir	1030284760336	425.00	425.00
Kanjara Secondary School PMC	Equity-Wajir	1030285573027	226.00	
Kara Primary School	Equity-Wajir	1030285700310	1,200.00	
Korich Primary School PMC	Premier- Wajir	17324801	1,700.00	1,700.00
Koricha Primary school	Equity-Wajir	1030184465583	762.00	25.00
Kubeyssurur Primary School	Equity-Wajir	1030184641171	25.00	25.00
Lagbogol Mixed Day Sec School	Equity-Wajir	1030284732586	150.00	
Lagbogol Police Station PMC	Equity-Wajir	1030185121242	145.35	

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PMC	Bank	Account number	Bank Balance 2024/2025	Bank Balance 2023/2024
Lagbogol Primary School	Equity-Wajir	1030284732585	800.00	150.00
Lagbogol Secondary School	Premier- Wajir	80008150	1,357.00	
Lanqot Primary School	Equity-Wajir	1030284727210	2,680.00	1,180.00
LMD Primary School	Equity-Wajir	1030284866186	500.00	500.00
Lolkuta North Police PMC	Premier- Wajir	16200301	1,400.00	
Lolkuta South Primary School	Equity-Wajir	1030285601154	180.00	
Madina Primary School	Equity-Wajir	1030284826280	200.00	200.00
Makaror Primary School	Equity-Wajir	1030184428144	125.00	125.00
Matho Primary School	Equity-Wajir	1030284820940	450.00	
Maumau Primary School	Equity-Wajir	1030184379070	575.00	160.00
Sabunley Secondary School	Equity-Wajir	1030285334960	11,049.00	
Shantaabaq Primary School	Equity-Wajir	1030285889296	343.00	
Waberi Girls Primary School	Equity-Wajir	1030285494131	1,000.00	
Wajir West sports-PMC	Equity-Wajir	1030184515750	527.00	
Waso Girls Primary School	KCB-Wajir	1108267270	74.00	74.00
Welathi Primary School	KCB-Wajir	1310861978	500.00	500.00
Weylahir Primary School	Equity-Wajir	1030284731668	160.00	160.00
Wichir Primary School	Equity-Wajir	1030285351229	1,000.00	1,000.00
<b>Total</b>			<b>254,223.45</b>	<b>10,263.50</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)
OAG/GRO/AUD/CDF/WAJ/6/(18)	<p><b>Lack of Title Deed for Land Asset.</b> The summary of fixed asset register at Annex 4 in the financial statements reflects fixed assets with a total historical cost of Kshs. 22,241,480. However, while an allotment letter was provided for audit review, no evidence was presented to indicate that Management has initiated the process of obtaining a title deed for the land. This raises concerns about the safeguarding of the land asset.</p>	<p>The office land has an allotment letter and is secured with a perimeter fence made of concrete posts and chain link. It is surrounded by other public institutions and government offices, namely, Wajir West department of water services offices to the East, Griffu Kenya National Library Services offices to the West, Griffu Secondary School to the north and Wajir West Independent Electoral and Boundaries</p>	<p>Resolved.</p>	

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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)
		<p>Commission Offices to the south.</p> <p>Although there are no properties with title deeds in Griftu town, the Wajir West National Government Constituency Development Fund Committee will make the necessary arrangements to fast track the process of obtaining a title deed for the piece of land from the department of Lands at Wajir County Government.</p>		



Mohamed Osmail  
Fund Account Manager.

**FUND ACCOUNT MANAGER**  
**WAJIR WEST NGCDF**  
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**WAJIR**