

REPUBLIC OF KENYA

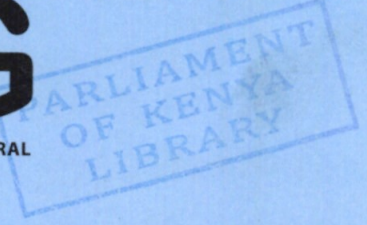


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



REPORT

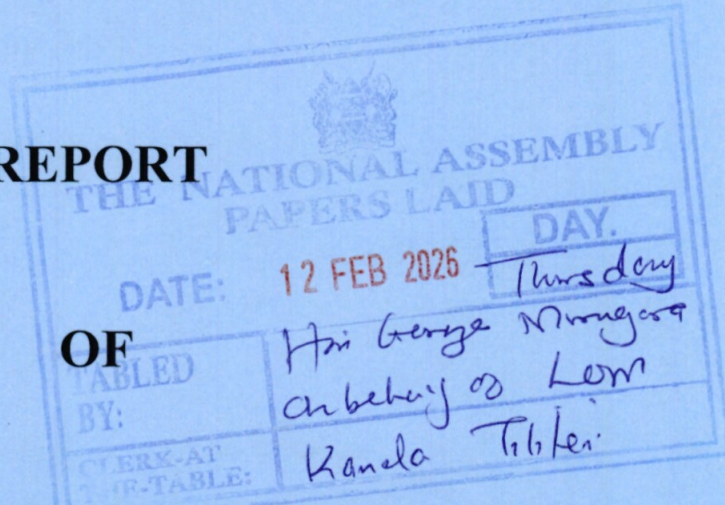
OF

THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
NYATIKE CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2025





NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

NYATIKE CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025

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

National Government Constituencies Development Fund (NGCDF)
Nyatike 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.

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

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

Fiduciary Management

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

No	Designation	Name
1.	AIE holder	Marcellus Obondi Ayieko
2.	National Sub-County Accountant	Jared Okumu
3.	Chairman NGCDFC	Phelix Oloo
4.	Member NG CDFC	Harrison Olola(Deposit)

(c) Fiduciary Oversight Arrangements

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

(d) NGCDF Nyatike Constituency Headquarters

Wath Ong'er Trading Centre
Muhuru – Sori Road
Macalder, Kenya

(e) NGCDF Nyatike Constituency Contacts

P.O. Box 1 – 40402
Telephone: (254) 727606394
E-mail: cdfNyatike@ngcdf.go.ke
Website: [www.cdfNyatike .go.ke](http://www.cdfNyatike.go.ke)

(f) NGCDF Nyatike Constituency Bankers

1. Operations Account
Kenya Commercial Bank
Sori Branch
P.O. Box 54-40401
Karungu
2. Deposit account
Kenya Commercial Bank
Migori Branch
P.O. Box 54-40401
Suna-Migori
3. Project Management Committees Account
Kenya Commercial Bank
Sori Branch
P.O. Box 54-40401
Karungu

(g) Independent Auditor

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

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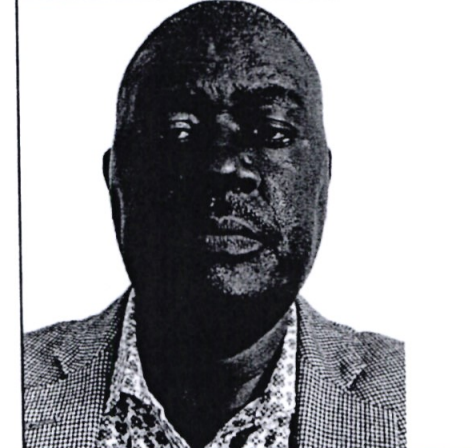
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(h) Principal Legal Adviser

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

3. NGCDF Committee

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

 Phelix Oloo Chairman	Born on 01/01/1975, Mr Phelix Owino Oloo Holds a Diploma Certificate in Arts. He has worked extensively in the private sector and is a successful business man. Moreover, he has solicited and worked with numerous NGOs which have brought changes to the people of Nyatike. He currently serves as the NG-CDF Committee Chairperson from year 2017
 Harison Otieno Olola Secretary	Born on 01/01/1976, Mr Harison Otieno Holds a bachelor's degree in arts from university of Nairobi. He has worked extensively in the private sector and with numerous NGOs. He is currently serving as Nyatike NG-CDFC Secretary and Adult male representative
	Born on 01/01/1970, Mr Daniel Musiko Omukoko holds a bachelor degree in Government and public administration, masters degree in Public Policy and Administration and has worked for over 25 years in public administration. He serves in the NG-CDF Committee as the National government representative

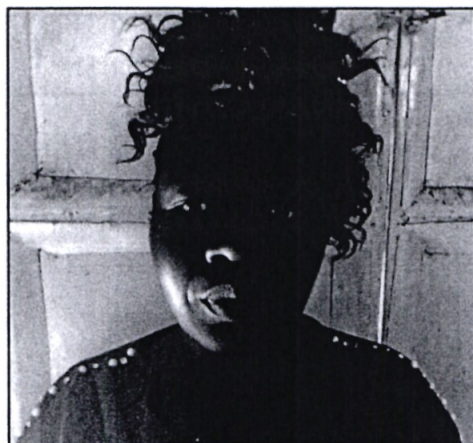
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Daniel Omukoko Deputy County Commissioner	
 Loice Ouma- member	Born on 01/01/1964 Mrs Loice Ouma Diploma in Education arts but is now retired and works as a business woman. She Currently Serves as Nyatike NG-CDF Committee member Female Adult Representative
 Judith Ogola- member	Born on 07/10/1985, Mrs Judith Akinyi Ogolla holds a KCSE Certificate from Kea Mixed Secondary School. She is a celebrated business woman in her locality. She currently Serves as a Nyatike NG-CDF Committee member Female Adult representative
 Daniel Onyango- member	Born on 05/07/1993, Mr Daniel Onyango holds a KCSE Certificate from St Michael's Nyandema Secondary School. He currently works as a small scale famer. He Serves in the NG-CDF Committee as Male Youth Representative

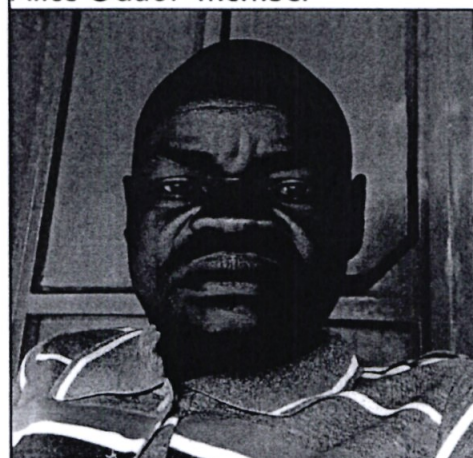
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Alice Oduol- member

Born on 1993 Mrs Alice Oduol holds a KCSE Certificate from Nyatambe Seconadary School. She is a dedicated famer and business woman.

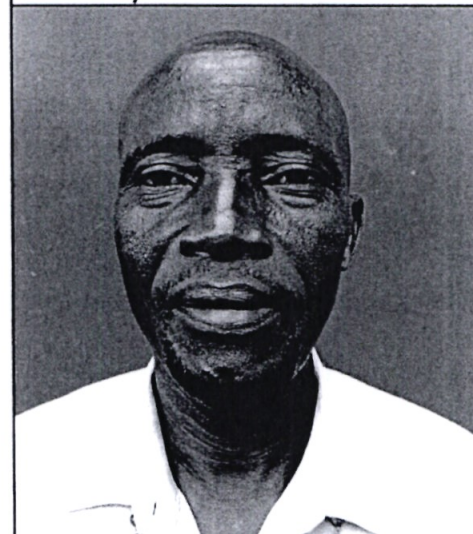
She is currently serving as the Female Youth representative in the NG-CDF Committee



Jacob Oyomno - member

Born on 01/08/1984, Mr Jacob Otieno Oyomno Holds a KCSE Certificate from St Paul's Agenga Secondary School. He is a small scale trader.

He serves as the NG-CDF Committee as the Persons with Disability representative



Joseph Menya Ngode- member

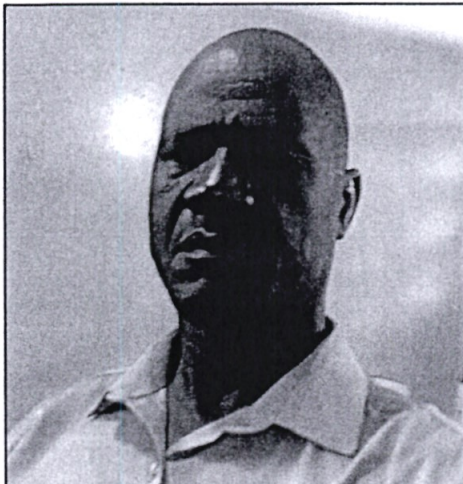
Born in 1974, Mr Joseph Menya Ngode Holds a KCSE Certificate from St Monica Bondo Kosiemo Secondary school. He is a career farmer and also a devoted Christian with extensive responsibility at his local church.

He currently serves in the NG-CDF Committee as a Co-opted member

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Marcellus O. Ayieko
Fund Account Manager

Born in 1967, Mr Marcellus Obondi Ayieko holds a bachelor of Arts Degree in Economics and has worked as a senior Fund Account Manager with the NG-CDF Board for over 15 years.

He serves in the NG-CDF Committee as the an ex-officio to NGCDFC Nyatike

4. NG-CDFC Chairman's Report



Phelix Oloo
Chairman- Nyatike NG-CDFC

Nyatike Constituency is located in south Western part of Kenya in Migori Country. It borders Tanzania in the South. Neighboring sub- counties are Suba South, Suna East, Suna West and Uriri. It is one of the eight constituencies of Migori County, with seven wards; covering an area of 677.70 Sq. Km. It has a population of approximately 144,625 people.

Nyatike Constituency was allocated a total of Kshs 197, 386,149.92 in the 2024/2025 financial year. Kshs 28,189,040 was our opening balance and Kshs. 72,043,924 was funds owing from the NG-CDF Board and kshs. 64,428,215 was our 1st Position balance b/f. Our total budget was therefore kshs. 333,858,289.

During the financial year under review, the NGCDF Board disbursed Kshs 149,000,000 of the approved code list Kshs. 197,386,149.92 for 2024/2025 FY.

We received Kshs 69,602,058 out of Kshs. 72,043,924 which was the undisbursed balances from the previous financial year.

A total of Kshs 218,602,058 was the disbursements from the NGCDF Board in the 2024/2025 financial year

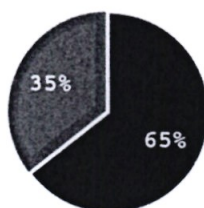
Nyatike National Government Constituencies Development Fund Committee (NG-CDFC) met, prioritized and disbursed funds to various projects in the Constituency following approved projects' code list.

Budget performance

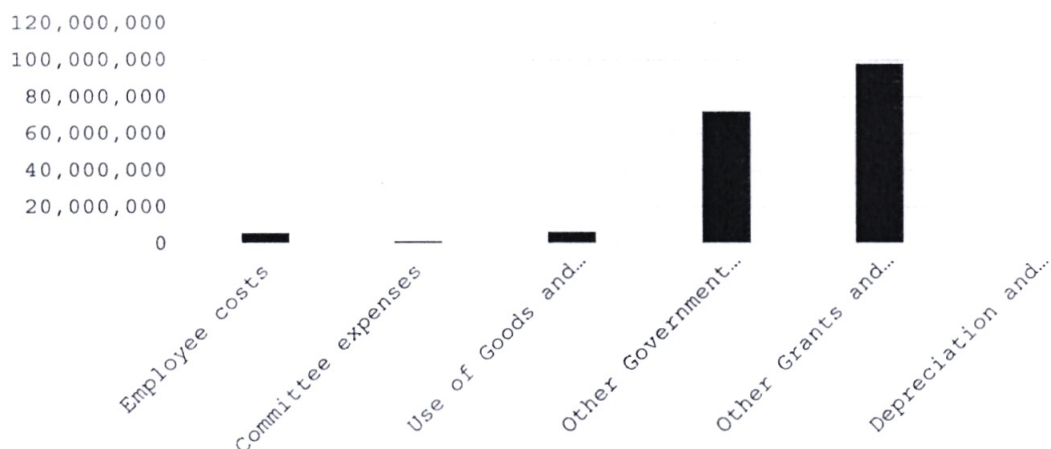
During the financial year under review, our final budget was Kshs. **333, 858,289** against our total expenditure of Kshs. **183,717,735** as illustrated in the pie chart and graph below

BUDGET VS EXPENDITURE

■ budget ■ expenditure



Expenditure per sector



The funds received were mainly used to pay bursaries to needy students in various institutions of learning both secondary and tertiary, Primary Schools Projects and emergency cases that arose during the financial year

Achievements of the entity

The NGCDF has improved the education sector through disbursement of bursaries to the needy students in both tertiary and secondary institutions; there has been increased retention and transition rates of learners in various learning institutions in the constituency.

The construction of the infrastructure in learning institutions has greatly impacted the learners and service delivery under the security sector has improved due to increased construction of administrative offices for chiefs.

The public is sensitized about climate change mitigation activities and the youth is engaged in tree planting activities by funding the purchase and supply of tree seedlings in learning institutions.

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Sample project pictures on Education sector

PROJECT NAME	ACTIVITY	PHOTO	STATUS
Adugo primary school	Construction of 2 classrooms		Completed

PROJECT NAME	ACTIVITY	PHOTO	STATUS
Dunga primary school	Construction of pit latrine		Completed

PROJECT NAME	ACTIVITY	PHOTO	STATUS
Dunga primary school	Construction of 1 classroom		Completed

Emerging Issues

- i) Increasing demand for construction and equipping of laboratories in the new Junior Secondary Schools
- ii) Full adaptation of the e-Government Procurement System

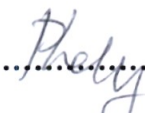
Challenges

- 1. We faced Challenges related to increased demand for bursaries
- 2. There was also the demand for funding devolved functions especially in the health and roads sectors.
- 3. We also received a lot of emergency cases of sunk toilets in various schools due to the heavy rains that were experienced during the financial year.

We did not fund all of the new projects in our approved budget because funds were still owing from the NG-CDF Board as at 30th June 2025.

Way forward

- i. The committee to continue allocating the maximum bursary statutory allocation to meet increased demand
- ii. Community sensitization on the projects funded by the NG-CDF through public participations and capacity building during ward forums.
- iii. The committee will continue to use emergency funds to mitigate emergency cases


.....

Name: Phelix Oloo
Chairman NGCDF Committee

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

Introduction

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

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

- To improve access and quality of education in Nyatike Constituency by developing the infrastructure.
- To empower young people (youths) within the constituency by developing their skills and talents through sports and relevant training.
- To provide clean and safe water and basic sanitation facilities to the learning institutions of Nyatike constituency by drilling bore holes and building sanitary facilities.
- To conserve the environment through renewable energy and water catchment.
- To upgrade road network within the constituency to proper standards by opening access to schools.
- To tame rising cases of insecurity across the constituency by building security offices.

Progress on the attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To increase enrolment in secondary schools by achieving 100% transition	improved retention of learners in various institutions and transition to secondary schools and tertiary institutions	1.Number of physical infrastructure buildings in primary, secondary schools, number of bursary beneficiaries	There are 22 Classrooms completed in primary schools Bursaries were awarded to 400 fully sponsored students at Mawego National Polytechnic, 2580 at various secondary schools and 860 at

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				various tertiary institutions
Security	To tame raising cases of insecurity by building police posts and chiefs offices	Increase in police posts and administrative offices	- number of police posts - number of chiefs offices	Constructed 2 sub county offices for Nyatike West sub county office and Nyatike South sub county office
Emergency	To mitigate emergency occurrences in the constituency	Response to emergencies	Number of emergencies funded	Toilets funded at Ndhiwa primary school, Not primary school, Kiranda special school, Sori primary school and bansi bugni primary school, Bl. Tezza special school and re-roofing at St. Gemma girls secondary school
Climate Change Mitigation Activities	To conserve the environment through renewable energy and tree planting for water catchment and afforestation	Increased forest cover	Tree seedlings bought and grown	80 seedlings per school bought and grown in 25 learning institutions: Nyandema secondary school, Got Orange primary school, Tagache primary school, Ndiwa primary school, Obware primary school, Ngira primary school, Mariba secondary school, Amoyo secondary school, Kimai secondary school, St. Gemma girls sec. school, Poya primary school, Got Kachola sec. school, Kabuto primary school, Obolo sec. school, Chamachichi sec. school

6. Governance Statement

a. NG-CDFC process of appointment

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

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

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

The current NGCDFC members were gazetted in 20/11/2022 and the first meeting was held on 05/12/2022

The persons appointed are drawn from different groupings as follows:

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Name	Category	Statutory provision under NG-CDF Act
Phelix Oloo	Male Adult representative	Appointment pursuant to section 43 (2) (b)
Harison Otieno Olola	Male Adult representative	Appointment pursuant to section 43 (2) (b)
Loise Ouma	Female Adult representative	Appointment pursuant to section 43 (2) (c)
Judith Ogolla	Female Adult representative	Appointment pursuant to section 43 (2) (c)
Daniel Onyango	Male Youth representative	Appointment pursuant to section 43 (2) (e)
Alice Oduol	Female Youth representative	Appointment pursuant to section 43 (2) (e)
Jacob Oyomno	Representative of persons living with disability	Appointment pursuant to section 43 (2) (d)

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

S/NO	NAME	GENDER	WARD
1	Joseph Menya Ngode	Male	Kanyasa

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

1. Bursary Sub committee

S/NO	NAME	POSITION
1	Sub-County Director of Education	Chairperson

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2	Marcellus O. Ayieko - FAM	Secretary
3	Loice Ouma	Member
4	Judith Ogolla	Member
5	Joseph Menya	Member

2. Complaint Handling and resolution Sub committee

S/NO	NAME	POSITION
1	Daniel Omukoko -DCC	Chairperson
2	Marcellus O. Ayieko - FAM	Secretary
3	Harison Olola	Member
4	Alice Oduol	Member

b. NG-CDFC Tenure

The tenure of the NG-CDFC members as contained in section 43 (8) states that the term 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 Constituency Committee in the manner provided for in the Act, or as maybe approved by the Board.

Nyatike NG-CDF committee has been in office 2022 and will remain in office until the new committee is appointed and gazetted as pursuant to section 43(8) of the NG-CDF Act 2015.

c. The Role of the Constituency Committee

The roles of the NG-CDF committee is derived from the NG-CDF Act and is as summarized below:

1. Capacity build Project Management Committees and sensitize the Community on the operations of the Fund
2. Consider all project proposals from all wards in the constituency and any other projects which the Committee considers beneficial to the constituency;
3. Ensure that all projects, proposed and approved for funding meets the requirements of Section 24 of the Act.
4. Ensure Project proposals submitted to the Board include detailed budget proposal

5. Consult with relevant government departments to ensure that cost estimates for the projects are realistic
6. Monitor the implementation of projects as per the Monitoring and Evaluation framework prescribed by the Board;
7. Receive and address complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
8. Ensure labelling of projects as per guidelines issued by the Board;
9. Recruit staff as per Section 45 of the Act

d. Removal of a member

The grounds for the removal of a member is prescribed in the NG-CDF Act and is as summarized below:

- Lack of integrity; (quality of being honest and having strong moral principles)
- Gross misconduct; (objectionable action that is willful and cannot be described as mistake or negligence)
- Embezzlement of public funds;
- Bringing the committee into disrepute through unbecoming personal public conduct;
- Promoting unethical practices;
- Causing disharmony within the committee;
- Physical or mental infirmity

e. NG-CDFC Induction and training

The induction / training of the new NG-CDFC members was done in Eldoret during a seminar organized by the NG-CDF Board on the following topics: Strategic planning in NG-CDF management, Public finance management Act, Procurement laws, NG-CDF Act, Project management, Complaint handling, integrity issues, and prevention strategies, Performance contracts management

f. Number of meetings;

NG-CDF Act requires that the NG-CDFC shall have a maximum of twenty-four meetings per year and not less than twelve including sub-committee meetings.

In Nyatike Constituency, the NG-CDF Committee conducted 24 meetings and including sub-committee meetings.

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Name of committee member	17/07/24	10/8/2024	6/9/2024	13/09/24	9/10/2024	16/10/24	2/11/2024	10/11/2024	4/12/2024	20/12/24
Phelix Owino Oloo - Chairman	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Harrison Olola- Secretary	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Marcellus O. Ayieko-Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Judith Akinyi Ogola- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Daniel Onyango- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Alice Atieno- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Loice Adhiambo Ouma- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Jacob Otieno Oyomno- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Joseph Menya Ngode- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

g. Remuneration Rates

The NG-CDFC members are remunerated Kshs. 5,000 and 7,000 for the Chairperson

h. Disclose the policy on conflict of interest

The NG-CDFC members are required to declare in interest when meetings discussed are in a manner that concerns a member and such interests declared are minuted and recorded in the minutes /register

i. Succession plan

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

j. Ethics and code of conduct

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

k. Risk Management

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

- Record/register the complaint
- Acknowledge the complaint within reasonable time
- Discuss and resolve the complaint
- Report the complaints

7. Management Discussion and Analysis

An analysis of the performance of Nyatike NG-CDF in various areas of operations and financial is as below:

a) Sector Performance

The Nyatike NG-CDF has been in operation since 2013; we hereby provide our financial analysis for the funds received and spent in our core critical sectors of Education and Security as below:

Financial Year	Allocation	Amount Disbursed
2020/2021	137,183,879	137,183,879
2021/2022	137,088,879	137,088,879
2022/2023	158,832,745	158,832,745
2023-2024	212,043,924	212,043,924
2024-2025	197,386,150	149,000,000
Total	842,535,577	794,149,427

From the above data, Nyatike NG-CDF has received Ksh 794,149,427 as at 30.06.2025 for the last five financial years. The resources have been utilized to improve the various sectors in terms of infrastructure and provision of bursaries to needy students in secondary and tertiary institutions.

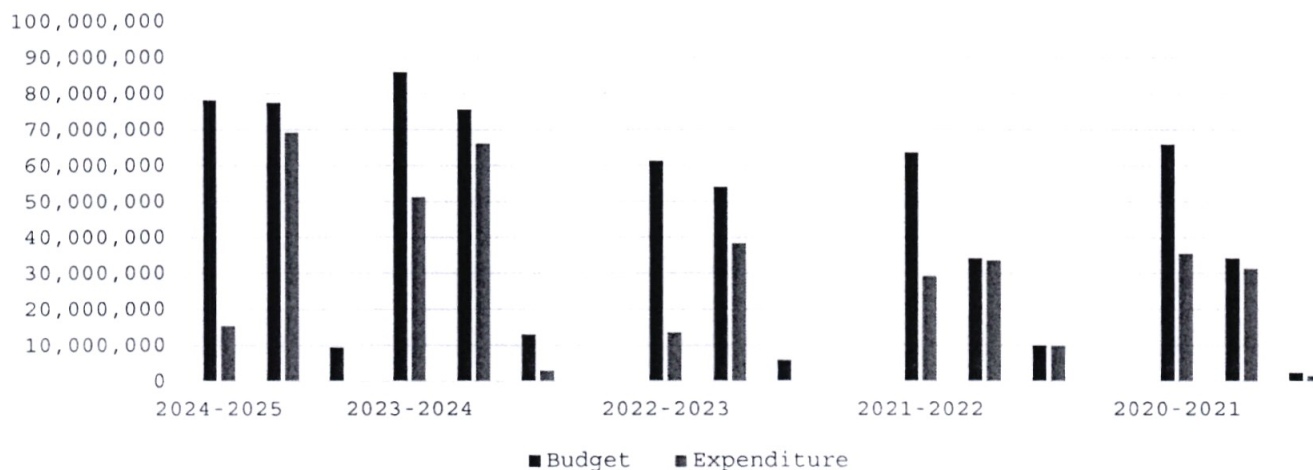
Financial Year	Sector	Budget	Expenditure
2024-2025	Education-Projects	78,192,443	15,531,402
	Education-Bursary	77,454,459	69,315,148
	Security Projects	9,500,000	0
2023-2024	Education-Projects	86,023,517	51,295,493
	Education-Bursary	75,659,197	66,197,550
	Security Projects	13,100,000	3,100,000
2022-2023	Education-Projects	61,292,249	13,714,457
	Education-Bursary	54,091,461	38,452,459
	Security Projects	6,000,000	0
2021-2022	Education-Projects	63,597,934	29,454,000
	Education-Bursary	34,272,220	33,722,495
	Security Projects	10,050,000	10,000,000
2020-2021	Education-Projects	65,950,000	35,600,000
	Education-Bursary	34,272,220	31,490,875
	Security Projects	2,550,000	1,700,000
	Total	672,005,700	399,573,879

National Government Constituencies Development Fund (NGCDF)

Nyatike Constituency

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

Sector Budgets Vs Expenditure from 2020/2021 to 2024/2025



An analysis of the last 5 financial years highlights education sector as the major consumer of our resource allocations underscoring the importance of infrastructure development in our learning institutions; bursaries sector is also another important consumer.

Improved standards of education has a positive impact on incomes; hence the funds serves the community by improving living standards of the people.

b) Key projects

PROJECT NAME	ACTIVITY	PHOTO	STATUS
Owich secondary school	Construction of Dormitory		Completed

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

PROJECT NAME	ACTIVITY	PHOTO	STATUS
Ogaka primary school	Construction of 1 classroom		Completed

PROJECT NAME	ACTIVITY	PHOTO	STATUS
Chamachichi primary school	Renovation of 5 classrooms		Completed

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

PROJECT NAME	ACTIVITY	PHOTO	STATUS
Paw Ndege primary school	Drilling and equipping of a borehole		Completed

c) Compliance with statutory requirements.

Nyatike NG-CDF is an entity that is fully guided by the constitution of Kenya 2010, NG-CDF Act 2015, PFM Act 2012, PPADA 2015 and many other relevant laws and has been in full compliance of the same.

Nyatike NG-CDF has been able to equally meet its obligations for instance payment of taxes like VAT withholding tax from contactors, Pay As You Earn Tax and Withholding Tax as required and further commits to operate within the law even to the future.

d) Review of the Economy, Sector and Future Developments

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

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

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

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

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Name: Marcellus O. Ayieko
Fund Account Manager



8. Environmental and Sustainability Reporting

Nyatike NG-CDF endeavors to deliver a strategy which is founded on social sector; education & Training, Security Sector Support and Climate Change Mitigation programs. This ensures special service provision to Kenyans with various impairments and also for the marginalized communities.

1. Sustainability strategy and profile -

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

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

2. Environmental performance

The constituency uses Climate Change and Mitigation programs as a guiding policy on how to conserve the environment and its components. It has succeeded in purchasing and growing over 2000 planted indigenous trees and installation of solar power in various learning institutions.

We have also intensified awareness creation and sensitized the community on the fundable projects by NG-CDF including Climate Change Mitigation which is championed by the Agenda of the government of the day. The NG-CDFC has undertaken public participation to sensitize the youth/Community on the impact of drug abuse.

The constituency has ensured security measures by constructing Nyatike west and Nyatike South sub county Headquarters where police service units are found.

3. Employee welfare

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

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

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

4. Marketplace practices-

Nyatike Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification, Implementation, and Monitoring

Nyatike Constituency deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituents, considering the national development plans and policies and the constituency strategic development plan. The

identified list of priority projects, both immediate and long-term, was submitted to the NGCDF Board in accordance with the Act.

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

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

Public Awareness

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

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

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Name: Marcellus O. Ayieko
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-Nyatike 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-Nyatike 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- Nyatike Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

The Accounting Officer in charge of the NGCDF Nyatike 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- Nyatike Constituency financial statements were approved and signed by the Accounting Officer on 5/12/ 2025.

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Phelix

Name: Phelix Oloo

Chairman – NGCDF Committee

.....
Marcellus O. Ayieko

Name: Marcellus O. Ayieko

Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of National Government Constituencies Development Fund - Nyatike Constituency set out on pages

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

1 to 50, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Review of the annual report and financial statements submitted for audit revealed the following anomalies:-

- i. The statement of financial position reflects revaluation reserves balance of Kshs.148,127,303 (Opening balance: Kshs.135,091,608) and nil balances in respect of accumulated surplus. Similarly, the statement of changes in net assets shows amounts totalling Kshs.148,127,303. However, review of the current and previous year's financial statements revealed that these net assets balances relate to accumulated surplus, not revaluation reserves.
- ii. Note 30 to the financial statements on cash generated from operations reflects net cash flow from operating activities amount of Kshs.35,407,323 which differs with the re-cash total of negative Kshs.9,022,133, resulting in a variance of Kshs.44,429,456. The variance arose because the changes in receivables and liabilities amounts of Kshs.21,215,908 and Kshs.998,820 respectively, are recorded as cash outflows, instead of cash inflows. Further, the amount of Kshs.998,820 is indicated against third party deposits, while in the statement of financial position, it relates to gratuity provision.

2. Variances between Financial Statements' Amounts and Supporting Schedules Amounts

The statement of financial performance and Note 14 to the financial statements reflect amounts in respect of five (5) components/items, which differ with corresponding amounts recorded in the supporting schedules provided for audit, resulting in unreconciled variances as summarized below:

Component	Amounting in the Financial Statement	Amount in the Supporting Schedules	Variance
	Kshs.	Kshs.	Kshs.
Employees costs	6,114,726	5,993,572	121,154
Secondary schools actual expenditure	9,303,814	15,962,377	(6,658,563)
Climate change mitigation Projects	2,894,194	3,154,500	(260,306)
Security projects actual expenditure	8,869,355	14,000,000	(5,130,645)
Emergency projects actual expenditure	7,606,170	9,457,213	(1,851,043)

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

3. Unconfirmed Cash and Cash Equivalents Balance

The statement of financial position, and as disclosed in Note 19 to the financial statements, reflects cash and cash equivalents balance of Kshs.99,312,538 which includes Kshs.65,639,316 in respect of Operations Account maintained at the Kenya Commercial Bank. However, the supporting bank reconciliation statement provided for audit indicates payments in cash book not yet recorded in bank statement (Unpresented cheques) amounting to Kshs.6,828,854 which includes stale cheques totalling to Kshs.445,117 that had not been reversed in the cash book as at 30 June, 2025:

In the circumstances, the accuracy of the reported cash and cash equivalents balance could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund - Nyatike Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.333,858,289 and Kshs.283,030,273 respectively, resulting in and underfunding of Kshs.50,828,016, or 15% of the budget. Similarly, out of the actual receipts of Kshs.283,030,273, the Fund spent Kshs.183,717,735, resulting in underutilization of Kshs.99,312,538 or 35%.

Further, the statement reflects final expenditure budget amount of Kshs.333,858,289 which includes an amount of Kshs.60,706,729 allocated to forty-seven (47) projects that were approved for implementation during the year under review, but had not started as at 30 June, 2025.

The underfunding, under-utilization and non-implementation of projects affected planned activities and may have negatively impacted service delivery to the constituents of Nyatike.

2. Late Disbursement from National Government Constituencies Development Fund Board

The statement of financial performance and as disclosed in Note 6 to the financial statements reflects transfers from the NG-CDF Board amount of Kshs.179,386,150 which includes Kshs.96,000,000 received in the months May of June, 2025 as detailed below. This was contrary to Section 16 (a) of National Government Constituency Development Fund Act, 2015, which states that the functions of the Board shall be to ensure timely and efficient disbursement of funds to every constituency:

Date	AIE No.	Amount (Kshs.)
13 May, 2025	B278962	24,000,000
28 May, 2025	B329423	24,000,000
05 June, 2025	B329176	23,000,000
19 June, 2025	B327769	25,000,000
Total		96,000,000

Late disbursements from the Board affected planned activities and may have negatively impacted service delivery to the constituents of Nyatike.

My opinion is however not modified in respect of these matters.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the prior year's audit reports, several issues were raised under the Report on Financial Statements, Lawfulness and Effectiveness in Use of Public Resources, and Effectiveness of Internal Controls, Risk Management and Governance, respectively. Review of the status during audit of the Fund in 2024/2025 revealed that the following matters remained unresolved:

S/No.	Financial Year	Audit Issue
1	2023/2024	Unsupported Project Management Committees (PMC) bank balances
2	2023/2024	Budgetary Control and Performance
3	2023/2024	Delays in Project Implementation

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Construction to Completion of Nyatike West and Nyatike South Sub County Headquarters Offices.

Review of records revealed that Kshs.10,000,000 was transferred to Nyatike NG-CDF Security Project Management Committee (PMC) self-help account, a centralized PMC account, to manage security projects for Nyatike West Sub County Headquarter office and Nyatike South Sub County Headquarters Office. However, the following audit issues were noted:

- i. Management failed to open a separate bank account for each project, contrary to Section 36 of NG-CDF Act, 2023 (amended) and Regulation 16 of the NG-CDF Regulations, 2016.
- ii. The expenditure returns, the contract details, and procurement records and the approved drawings and designs were not provided for audit review.
- iii. The amount of Kshs.10,000,000 was not supported by payment vouchers and relevant documents.
- iv. Physical verification of the projects revealed the following anomalies:

Project	Description as per the NG-CDF-Approved Project Code List	Observations
Nyatike West Sub County Headquarter Office	Construction to completion of an administration block comprising of 8 offices with a board room	The electrical and plumbing work including septic had not been done.
Nyatike South Sub County Headquarter Office	Construction to completion of an administration block comprising of 8 offices with a board room	The doors and window panes had not been fixed, plastering, electrical and plumbing work including septic had not been done. In addition, the contractor was not on site and construction works had stalled.

In the circumstances, the value for money realized from the expenditure of Kshs.10,000,000 could not be confirmed.

2. Anomalies in Implementation of Primary Schools Projects

Review of records revealed that Kshs.25,383,008 was transferred to ten (10) primary schools for construction or completion of classrooms. The scope of works for each classroom entailed 200mm walling, roofing with pre-colored iron sheets, polished screed floors, metallic twin doors and paned windows, and complete internal and external painting. However, physical verification of the projects on 22 October, 2025 revealed that the floors were found to be pitted, uneven and poorly finished, indicating poor workmanship and non-adherence to the polished screed floor requirement. In addition, although the projects were certified as complete and full payment made, the defect liability assessment was not done or retention money set aside. The details of the projects are as follows:

Name of School	Project Description	Amount Transferred (Kshs.)
Mariba Primary School	Completion of three classroom; plastering, fittings and painting	3,315,418
Olas Primary School	Completion of three classrooms; Plastering, fittings and painting	3,297,316
Kanga Onditi Primary School	Completion of three classroom; Plastering, fittings and painting	3,271,545
Rabwao Primary School	Completion of three classroom; Plastering, fittings and painting	2,998,319
Othora Primary School	Completion of two classroom; Plastering, fittings and painting	2,891,769
Adugo Primary School	Construction to completion of two classroom	2,869,138
Nyabomo Primary School	Completion of two classroom; Plastering, fittings and painting	2,329,587
Angugo Primary School	Completion of one classroom; Plastering, fittings and painting	1,496,876
Osiri Primary School	Completion of one classroom; Plastering, fittings and painting	1,465,363
Akala Primary School	Completion of one classroom; Plastering, fittings and painting	1,447,676
Total		25,383,007

In the circumstances, the value for money realized from the expenditure of Kshs.25,383,007 could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

Grounded Motor Vehicle

During the year under review, it was noted that the Fund owned a vehicle which remained grounded at the Sub County offices due to lack of operational funds for its maintenance. This has limited staff mobility, thereby affecting effective supervision, monitoring and evaluation of the NG-CDF-funded projects. This may lead to poor projects implementation and accountability issues.

In the circumstances, the effectiveness of internal controls on the management of the vehicle could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes

and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

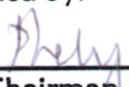
11 December, 2025

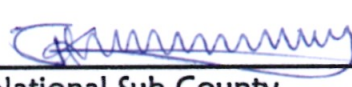
National Government Constituencies Development Fund (NGCDF)
Nyatike Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

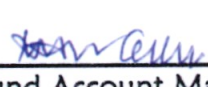
11. Statement of Financial Performance for the Year Ended 30th June 2025

	Note	Period ended june 2025
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	197,386,150
Total revenue		197,386,150
Expenses		
Employee costs	10	6,114,726
Committee expenses	11	1,303,400
Use of Goods and Services	12	6,635,338
Other Government Units Actual expenditure	13	71,993,577
Other Grants and Transfers Actual expenditure	14	98,146,514
Depreciation and amortization expense	15	156,900
Total expenses		184,350,455
Surplus/(Deficit) for the year		13,035,695

The Constituency financial statements were approved by the NGCDFC on 5/12/ 2025 and signed by:


 Chairman NG-CDF
 Committee
 Name: Phelix Oloo


 National Sub-County
 Accountant
 Name: Jared Okumu
 ICPAK M/No: 15430

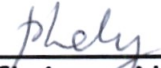

 Fund Account Manager
 Name: Marcellus O. Ayieko

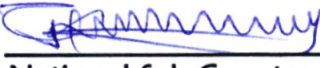
National Government Constituencies Development Fund (NGCDF)
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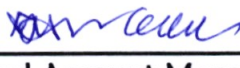
12. Statement Of Financial Position As At 30th June, 2025

	Note	Period as at June 2025	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	99,312,538	64,428,215
Receivables from Non-Exchange Transactions	21	50,828,016	72,043,924
Total Current Assets		150,140,554	136,472,139
Non-Current Assets			
Property, Plant and Equipment	23	366,100	-
Total Non- Current Assets		366,100	-
Total Assets (A)		150,506,654	136,472,139
Liabilities			
Current Liabilities			
Gratuity provision	29	2,379,351	1,380,531
Total Current Liabilities		2,379,351	1,380,531
Non-Current Liabilities			
Total Liabilities (B)		2,379,351	1,380,531
Net Assets (A-B)		148,127,303	135,091,608
Represented by:			
Accumulated Surplus		148,127,303	135,091,608
Total Net Assets		148,127,303	135,091,608

The Constituency financial statements set out on pages 1 to 7 approved by NG CDFC on 5/12/ 2025 and signed by:


 Chairman NG-CDF
 Committee
 Name: Phelix Oloo


 National Sub-County
 Accountant
 Name: Jared Okumu
 ICPAK M/No: 15430


 Fund Account Manager
 Name: Marcellus O. Ayieko

National Government Constituencies Development Fund (NGCDF)
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13. Statement of Changes in Net Assets for the year ended 30 June 2025

Description	Reserves	Accumulated surplus/Deficit	Total
	Kshs	Kshs	Kshs
As at 30 th June 2024 (cash basis)	26,808,509	-	26,808,509
Adjustments: (to recognize assets and liabilities)			
Add Assets	108,283,099		108,283,099
As at July 1, 2024	135,091,608		135,091,608
Surplus/(Deficit) For the Period	13,035,695		13,035,695
As at 30th June (current year)	148,127,303	-	148,127,303

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

	Notes	<i>Period ended 30TH JUNE 2025</i>
		Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		218,602,058
Total Receipts		218,602,058
Payments		
Employee costs		5,115,906
Committee expenses		1,303,400
Use of Goods and Services		6,635,338
Other Government Units Certified Works		71,993,577
Other Grants and Transfers		98,146,514
Total Payments		183,194,735
Net Cash Flows from/ (used in) Operating Activities	30	35,407,323
Cash flows From Investing Activities		
Purchase of PPE		(523,000)
Net Cash Flows from Investing Activities		523,000
Net increase/(decrease) in cash & Cash equivalents		34,884,323
Cash Flows from Financing Activities		
Net Cash Flows from Financing Activities		34,884,323
Cash and cash equivalents at Period Start	19	64,428,215
Cash and cash equivalents at Period End		99,312,538

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
	2024/2025	Opening Balance (operational depositand PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024/2025	2024/2025		
Revenue							
Transfers From the NGCDF Board	197,386,150	64,428,215	72,043,924	333,858,289	283,030,273	50,828,016	85%
Totals	197,386,150	64,428,215	72,043,924	333,858,289	283,030,273	50,828,016	85%
Expenses							
Employee costs	6,149,064	6,393,767	104,384	12,647,215	5,115,906	7,531,309	40%
Committee expenses	2,628,000	3,612,736	-	6,240,736	1,303,400	4,937,336	21%
Use of Goods and Services	6,864,439	6,082,714	4,939,615	17,886,767	6,635,338	11,251,429	37%
Other Government Units Certified Works	78,342,443	34,986,949	43,219,592	156,548,984	71,993,577	84,555,407	46%
Other Grants and Transfers	102,699,204	13,291,326	23,780,333	139,770,863	98,146,514	41,624,348	70%
Acquisition of assets	703,000	724	-	703,724	523,000	180,724	74%
Funds Pending Approval**	-	60,000	-	60,000	-	60,000	0%
Total Expenditure	197,386,150	64,428,215	72,043,924	333,858,289	183,717,735	150,140,554	55%
Surplus for the period	-	-	-	-	99,312,538	(99,312,538)	30%

Explanatory Notes.

The underutilization on employee costs was due to gratuity retained and not yet paid

The underutilization on other grants and transfers was due to funds owing from the NG-CDF Board

The underutilization on use of goods and services was due to funds owing from the NG-CDF Board

The underutilization on committee expenses was due to funds owing from the NG-CDF Board

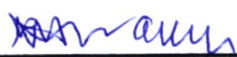
The underutilization on Other Government Units Certified Works was due to funds owing from the NG-CDF Board

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

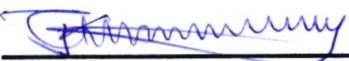
Reconciliation of Statement of Comparison of Budget and Actual Amounts to Statement of Financial Position	
Description	Amount
Budget utilization difference totals	150,140,554
Less undisbursed funds receivable from the Board as at period 30 th June 2025	50,828,016
Cash and Cash Equivalents at the end of the 30 th June 2025	99,312,538

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

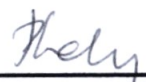
The Constituency financial statements were approved by NG CDFC on 5/12/ 2025 and signed by:


Fund Account Manager

Name: Marcellus O. Ayieko


National Sub-County Accountant

Name: Jared Okumu
ICPAK M/No: 15430


Chairman NG-CDF Committee

Name: Phelix Oloo

National Government Constituencies Development Fund (NGCDF)

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	6,149,064	6,393,767	104,384	12,647,215	5,115,906	7,531,309
1.2 Committee allowances	1,128,000	1,638,736		2,766,736	611,000	2,155,736
1.3 Use of goods and services	2,662,117	2,701,083	1,209,658	6,572,858	3,093,052	3,479,806
Sub-total	9,939,181	10,733,586	1,314,042	21,986,809	8,819,958	13,166,851
2.0 Monitoring and evaluation				-		
2.1 Capacity building		97,767		97,767		97,767
2.2 Committee allowances	1,500,000	1,974,000		3,474,000	692,400	2,781,600
2.3 Use of goods and services	4,202,322	1,783,864	1,729,957	7,716,143	1,542,286	6,173,857
Sub-total	5,702,322	3,855,631	1,729,957	11,287,910	2,234,686	9,053,224
3.0 Emergency				-		
3.1 Nyakweri Girls Secondary School				-	1,500,000	(1,500,000)
3.2 St Joseph Alendo Girls Secondary School				-	549,983	(549,983)
3.3 Owiro Primanry School		653		653	548,512	(547,859)

National Government Constituencies Development Fund (NGCDF)

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
3.4 Nyamache Primary School				-	545,929	(545,929)
3.5 Wangaya Primary School		37		37	548,815	(548,778)
3.6 Kanga Onditi Primary School				-	450,000	(450,000)
3.7 Osiri Primary School				-	375,000	(375,000)
3.8 Not Primary School	550,000			550,000	550,000	-
3.9 Ndiwa Primary School	550,000	1,555		551,555	551,000	555
3.10 Kiranda Special School	550,000			550,000	-	550,000
3.11 Sori Primary School	550,000			550,000	549,000	1,000
Bansi Bugni Primary School	550,000	15,617		565,617	1,305	564,312
3.12 St Gemma Girls Secondary School	1,632,213			1,632,213	1,428,461	203,752
3.13 BL Tezza Special School	550,000			550,000	8,165	541,835
3.14 Emergency Cash book/Owing from the board		4,525,001		4,525,001		4,525,001
unutilized	5,456,532			5,456,532		5,456,532
Sub-total	10,388,745	4,542,863	-	14,931,608	7,606,170	7,325,438
4.0 Bursary and Social Security						
4.1 Secondary Schools	31,440,162	155,493		31,595,655	31,568,786	26,869

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
4.2 Tertiary Institutions	43,422,837	4,715	8,134,373	51,561,925	45,230,479	6,331,446
4.3 special needs	2,591,460	225606	941,460	3,758,526	1,977,530	1,780,996
4.4 Social Security	1,500,000	6,760,088	1,500,000	9,760,088		9,760,088
Sub-total	78,954,459	7,145,902	10,575,833	96,676,194	78,776,795	17,899,399
5.0 Environment						
5.1 Kopala Secondary School			651,500	651,500	651,231	269
5.2 OTHoch Rakuom secondary school		1,237	651,500	652,737	651,752	985
5.3St.sabianus owich sec school		8,549	651,500	660,049	652,821	7,228
5.4 Nyandema secondary school			50,000	50,000	-	50,000
5.5Got Orango primary school			50,000	50,000	50,000	-
5.6Tagache primary school			50,000	50,000	50,000	-
5.7Ndiwa Primary School			50,000	50,000	-	50,000
5.8Obware primary school			50,000	50,000	50,000	-
5.9Tom Odege Ngira Primary School		2,512	50,000	52,512	51,317	1,195
5.10Mariba Secondary School			50,000	50,000	-	50,000

National Government Constituencies Development Fund (NGCDF)
Nyatike Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
5.11Amoyo Secondary School		3,089	50,000	53,089	44,596	8,493
5.12Kimai Secondary School		264	50,000	50,264	49,000	1,264
5.13St Gemma Girls Secondary School			50,000	50,000	50,000	-
5.14Poya primary school			50,000	50,000	50,000	-
5.15St Johns Got Kachola secondary school		18	50,000	50,018	45,240	4,778
5.16Kabuto Primary School			50,000	50,000	48,000	2,000
5.17Obolo Secondary School			50,000	50,000	-	50,000
5.18Chamachichi Secondary School			50,000	50,000	49,210	790
5.19Nyakweri Girls' Secondary School			50,000	50,000	50,000	-
5.20Kanga onditi secondary school			50,000	50,000	-	50,000
5.21Dunga Primary School		4,074	50,000	54,074	49,240	4,834
5.22Kurukongo primary school			50,000	50,000	50,000	-
5.23Sota Sda Secondary School		824	50,000	50,824	50,470	354
5.24Senye Primary School		991	50,000	50,991	50,252	739

National Government Constituencies Development Fund (NGCDF)
Nyatike Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
5.25Orango Primary School		3,872	50,000	53,872	51,065	2,807
5.26Kaduro primary school			50,000	50,000	50,000	-
5.27God Keyo Secondary School			50,000	50,000	50,000	-
5.28Thimlich Secondary School			50,000	50,000		50,000
5.29St Joseph Gunga Mixed Secondary School	651,500			651,500		651,500
5.30Ungoe Secondary School	651,500			651,500		651,500
5.31St Agness okuodo secondary school	651,500			651,500		651,500
5.32Nyatike NG-CDF Office	651,500			651,500		651,500
5.33St joseph alendo girls secondary school	125,000			125,000		125,000
5.34Ulando Secondary School	125,000			125,000		125,000
5.35St Phelix Thimlich Secondary School	125,000			125,000		125,000
5.36Sori primary school	125,000			125,000		125,000
5.37Sangenya Seconadry School	125,000			125,000		125,000

National Government Constituencies Development Fund (NGCDF)

Nyatike Constituency

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
5.38St.Jacobs Kolanya Secondary School	125,000			125,000		125,000
5.39Radienya High School	125,000			125,000		125,000
5.4Obware Secondary School	125,000			125,000		125,000
5.5Nyangere Secondary School	125,000			125,000		125,000
5.6Rabwao secondary school	125,000			125,000		125,000
Sub-total	3,856,000	25,429	3,204,500	7,085,929	2,894,194	4,191,735
6.0 Primary Schools Projects				-		
6.1Adiel Carla Primary School	343,052	549	1,100,000	1,443,601	1,099,712	343,889
6.2Adugo Primary School	2,199,281	2,200,639		4,399,920	2,869,138	1,530,782
6.3Agenga Primary School		2,349		2,349	1,317	1,032
6.4Agolomuok Primary School		3,383		3,383	-	3,383
6.5Akala Primary School	348,376	1,100,000		1,448,376	1,447,676	700
6.6Aneko Primary School		300		300	252	48
6.7Angugo primary school	399,248	874	1,100,000	1,500,122	1,496,876	3,246
6.8Aonge Dhiang Primary School		2,325		2,325	-	2,325

National Government Constituencies Development Fund (NGCDF)
Nyatike Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
6.9Aringo Primary School	800,000	212,492		1,012,492	-	1,012,492
6.10Bande Primary School	700,000	-		700,000	-	700,000
6.11Chamachichi Primary School		621		621	373	248
6.12Dunga Primary School	1,500,000			1,500,000		1,500,000
6.13God Bim Primary School	347,065	1,600,000		1,947,065	1,594,978	352,087
6.14God Bondo Primary School	1,500,000	-		1,500,000	-	1,500,000
6.15Goglo Primary School	404,302	-	1,000,000	1,404,302	-	1,404,302
6.16God Kwach Primary School	345,184	24,960	1,100,000	1,470,144	1,098,277	371,867
6.17Got Kachola Primary School		24		24	-	24
6.18Got Orango primary school		-	800,000	800,000	786,295	13,705
6.19Ibencho Primary School	1,500,000	-		1,500,000	-	1,500,000
6.20Jangoe Primary School		28,672		28,672		28,672
6.21Kabuto Primary School	500,000			500,000		500,000
6.22Kaduro primary school		298,975		298,975	297,543	1,432
6.23Kanga onditi primary school	1,046,678	2,200,854	1,100,000	4,347,532	3,271,545	1,075,987

National Government Constituencies Development Fund (NGCDF)

Nyatike Constituency

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
6.24Kanyandiko Primary School		2,379		2,379	1,443	936
6.25Kayara Primary School		201,015		201,015	199,508	1,507
6.26Kea primary school		91	862,500	862,591	860,838	1,753
6.27Kikongo Primary School		282		282	126	156
6.28Kimai primary school	343,900	624	1,100,000	1,444,524	942	1,443,582
6.29Kituka Primary School		2,426		2,426	252	2,174
6.30Kopala primary school	347,065	1,100,000		1,447,065	1,099,936	347,129
6.31Kowuor primary school	394,090	-	1,100,000	1,494,090	1,052,438	441,652
6.32Kumoni Primary School		148,745		148,745	-	148,745
6.33Kurukongo primary school	399,073	3,472	1,100,000	1,502,545	1,500,863	1,682
6.34Ilori primary school		500,000		500,000	498,317	1,683
6.35Lwala Rabuor primary school		1,462,693	575,000	2,037,693	2,035,073	2,620
6.36Lwanda magwar Pimary school		-	500,000	500,000	499,776	224
6.37macalder primary school	697,610	2,200,000		2,897,610	2,199,468	698,142
6.38Mariba primary school	1,040,615	2,217,403	1,100,000	4,358,018	3,315,418	1,042,600
6.39Magungu Primary School		198		198	-	198

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
6.40Mangu Primary School	800,000	-		800,000	-	800,000
6.41Mikei Primary School	1,500,000	-		1,500,000	-	1,500,000
6.42Miriwi Primary School	1,500,000	-		1,500,000	-	1,500,000
6.43Miroche Primary School		1,300	575,000	576,300	574,317	1,983
6.44Modi Primary School		1,324	1,150,000	1,151,324	1,149,443	1,881
6.45Munyu Primary Schoool		124		124	-	124
6.46Nalo Primary School	1,500,000	-		1,500,000	-	1,500,000
6.47Ndemra primary school		-		-	-	-
6.48Not primary school	347,065	1,100,000		1,447,065	1,099,448	347,617
6.49Nyabomo Primary school	801,552	439,220	1,100,000	2,340,772	2,329,587	11,185
6.50Nyakweri primary School	2,694,092	301,340		2,995,432	695,409	2,300,023
6.51Nyamache Primary School		1,001	700,000	701,001	704,449	(3,448)
6.52Nyandago primary school	1,849,188	-	1,100,000	2,949,188	-	2,949,188
6.53Nyandema Primary School		-	891,866	891,866	-	891,866
6.54Nyangere primary school	344,722	-	1,100,000	1,444,722	1,394,302	50,420

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Nyatike Constituency

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
6.55Nyangwayo Primary School	1,500,000	-		1,500,000	-	1,500,000
6.56Nyasoko primary school	1,847,912	-	1,100,000	2,947,912	1,099,151	1,848,761
6.57Obalwanda Rabuor Primary School	1,050,000	690		1,050,690	126	1,050,564
6.58Obondi Primary School	349,640	1,099,005		1,448,645	1,099,179	349,466
6.59Obware primary school	1,397,792	2,300	1,100,000	2,500,092	1,084,006	1,416,086
6.60Odiyo Primary School		99,903		99,903	99,739	164
6.61Ogaka Primary School		550,723		550,723	549,433	1,290
6.62Ogongo Primary School	1,500,000	1,600		1,501,600	-	1,501,600
6.63Ojawa Primary School		872		872	504	368
6.64Okenge primary school	343,400	-	1,100,000	1,443,400	1,053,956	389,444
6.65Olasi primary school	1,047,854	3,301,133		4,348,987	3,297,316	1,051,671
6.66Opeya Primary School	5,000,000	4,561		5,004,561	-	5,004,561
6.67Ongoche Primary School		32		32	-	32
6.68Osiri primary school	365,000	1,975	1,100,000	1,466,975	1,465,363	1,612
6.69Othora primary school	696,264	1,100,824	1,100,000	2,897,088	2,891,769	5,319
6.70paullo Odendo Primary School		500,000		500,000	498,317	1,683

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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
6.71paw ndege primary school		153,649		153,649	149,317	4,332
6.72pom primary school		3,118		3,118	1,317	1,801
6.73Poya primary school		3,454	575,000	578,454	577,569	885
6.74Rabare Primary School	347,065	1,097,871		1,444,936	1,051,288	393,648
6.75Rabwao primary school	800,693	-	2,200,000	3,000,693	2,998,319	2,374
6.76Radienya Primary school	1,500,000	-		1,500,000	-	1,500,000
6.77Raga Primary School	1,500,000	223		1,500,223	-	1,500,223
6.78Ratieny Primary School	1,500,000	-		1,500,000	-	1,500,000
6.79Sagenya Primary School	348,026	1,100,000		1,448,026	1,099,980	348,046
6.80Sere primary school		1,343	500,000	501,343	1,191	500,152
6.81Sori primary school	1,057,552	2,208,181	1,100,000	4,365,733	3,307,771	1,057,962
6.82Sota Ranganya Primary School	1,500,000	1,810		1,501,810	-	1,501,810
6.82St Antonio Okiro Primary School	1,500,000	-		1,500,000	-	1,500,000
6.83St Joseph Alendo Primary School	500,000	283,975		783,975	283,952	500,023
6.84Tagache primary school		2,404	1,150,000	1,152,404	1,148,126	4,278

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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
6.85Thim lich primary school	343,052	1,104,540		1,447,592	1,100,513	347,079
6.86Tuk Primary School	394,092	1,100,000		1,494,092	1,057,056	437,036
6.87Tulu primary school		500,745		500,745	499,317	1,428
6.88Wachara karungu primary school	577,792	-	1,100,000	1,677,792	1,099,853	577,939
6.89Wangaya Primary School	150,000			150,000		150,000
6.90Wangelongo Primary School		209		209	-	209
6.91Wath Onger Primary School	800,000	-		800,000		800,000
6.92Orore Primary School		922		922		922
6.93Oluga primary school		1,209		1,209		1,209
Sub-total	54,408,292	31,587,928	31,279,366	117,275,586	62,689,764	54,585,823
7.0 Secondary Schools Projects				-		
7.1Agenga secondary school		1,770		1,770	1,065	705
7.2Akala Secondary School Pmc		49,319		49,319	-	49,319
7.3Aneko Secondary School		204,606		204,606	203,508	1,098
7.4Angugo Secondary School		978		978	-	978

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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
7.5Bondo Kosiemo Secondary School		1,364		1,364	1,233	131
7.6Chamachichi Secondary School		-	5,000,000	5,000,000	-	5,000,000
7.7Diruma Secondary School		227		227	126	101
7.8Fr Joseph Otati Secondary School		5,524		5,524	-	5,524
7.9God Keyo Secondary School		267,688		267,688	262,528	5,160
7.10God Kwach Secondary School		395,444		395,444	1,443	394,001
7.11Jangoe Secondary School		1,332		1,332	1,191	141
7.12Kimai Secondary School	180,000			180,000		180,000
7.13Lwanda Magwar Secondary School		355		355	252	103
7.14Miriwi Secondary School		1,132		1,132	252	880
7.15Ndiwa Girl's Secondary school		10,031		10,031	-	10,031
7.16Nyakweri Girls' Secondary School	3,000,000	1,714,389	558,020	5,272,409	2,103,458	3,168,951
7.17Nyakweri Girls' Secondary School	447,151	-		447,151	-	447,151

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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
7.18Nyandago Secondary School	5,000,000	1,912		5,001,912	1,065	5,000,847
7.19Nyangere Secondary School	1,000,000	139		1,000,139	-	1,000,139
7.20Obware Secondary School		431		431	358	73
7.21Olasi Secondary School		-	5,000,000	5,000,000	4,776,735	223,265
7.22Osiri Secondary School		69,090	482,206	551,296	468,317	82,979
7.23Owich Secondary School		-	300,000	300,000	300,000	-
7.24Paullo Odendo Secondary School		1,758	600,000	601,758	600,240	1,518
7.25Rabuur Karungu Secondary School	1,500,000	-		1,500,000	-	1,500,000
7.26Rabwao secondary school		269		269	-	269
7.27Radienya High School		881		881	252	629
7.28Sanganya Seconadry School		549,415		549,415	549,317	98
7.29Sidika Secondary School		3,218		3,218		3,218
7.30Sota Sda Secondary School		11,379		11,379	1,191	10,188

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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
7.31St Gorrety miki secondary school		1,240		1,240	-	1,240
7.32St. Pius Got Orango Secondary School		696		696	252	444
7.33St.Jacobs Kolanya Secondary School		1,751		1,751	240	1,511
7.34St Joseph Gunga Mixed Secondary School	7,657,000	1,690		7,658,690	700	7,657,990
7.35St Pauls Nyankondo Secondary School		1,396		1,396	-	1,396
7.36St Agness okuodo secondary school		-		-	-	-
7.37St Phelix Thimlich Secondary School	5,000,000	815		5,000,815	126	5,000,689
7.38Ulando Secondary School		3,429		3,429	-	3,429
7.39Ungoe Secondary School		30,039		30,039	29,965	74
7.40St Joseph Alendo Girls Secondary school		298		298	-	298
7.41Rabwao secondary school		10,636		10,636	-	10,636
Sub-total	23,784,151	3,344,640	11,940,226	39,069,017	9,303,814	29,765,204

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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
8.0 Tertiary institutions Projects				-		
8.1 Rongo University	150,000	54,380		204,380		204,380
Sub-total	150,000	54,380	-	204,380	-	204,380
9.0 Security Projects				-		
9.1 Nyatike Cdf Security P.M.C	5,500,000	1,101,601	10,000,000	16,601,601	8,868,164	7,733,437
9.2 Nyatike Law Courts PMC	4,000,000	194,359		4,194,359	1,191	4,193,168
9.3 Lower Central Kadem		50,000		50,000		50,000
Sub-total	9,500,000	1,345,960	10,000,000	20,845,960	8,869,355	11,976,605
10.0 Acquisition of assets				-		
10.1 Purchase of Motorbike		724	-	724		724
10.2 Purchase of computers	523,000			523,000	523,000	-
Nyatike NG-CDF Office	180,000		-	180,000		180,000
10.3 Construction of CDF office				-		-
Sub-total	703,000	724	-	703,724	523,000	180,724
11.0 Sports				-		
11.1 Constituency Sports tournament		231,171		231,171		231,171

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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
11.2 Regional Sports tournament				-		
Sub-total	-	231,171	-	231,171	-	231,171
12.0 Others				-		
12.1 Nyatike NG-CDF Strategic Plan		1,500,000	2,000,000	3,500,000	2,000,000	1,500,000
Sub-total	-	1,500,000	2,000,000	3,500,000	2,000,000	1,500,000
Funds pending approval**				-		-
unapproved projects		-		-		-
AiA	-	60,000		60,000		60,000
Sub-total	-	60,000	-	60,000	-	60,000
Total	197,386,150	64,428,215	72,043,924	333,858,289	183,717,735	150,140,554

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 Nyatike Constituency principal activity is to promote socio-economic development at the constituency level and reduce poverty.

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

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

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

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

3. Adoption of New and Revised Standards

(When an IPSAS becomes effective on 1st January 20xx, it is applicable in Kenya from 1st July 2024)

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

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

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

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

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	Not Applicable
IPSAS 45: Property Plant and Equipment	Applicable 1st January 2025 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. Not Applicable
IPSAS 46: Measurement	Applicable 1st January 2025 The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value. Not Applicable
IPSAS 47: Revenue	Applicable 1st January 2026 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

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	under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions. Not Applicable
IPSAS 48: Transfer Expenses	Applicable 1st January 2026 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. Not Applicable
IPSAS 49: Retirement Benefit Plans	Applicable 1st January 2026 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. Not Applicable
IPSAS 50: Exploration For & Evaluation of Mineral Resources	Applicable 1st January 2027 The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. Not Applicable

iii. Early adoption of standards

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

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

The original budget was approved by Parliament on xx June 20xx for the period 1st July 2024 to 30th June 2025 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

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

c) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are

recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

d) Leases

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

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

e) Intangible assets

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

f) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The entity does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. (Amended 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 cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

Fair value through surplus or deficit

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

Impairment

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

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 recognizes a social benefit as an expense for the social benefit scheme at the same time that it recognizes a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the entity will incur in fulfilling the present obligations represented by the liability.

j) Contingent liabilities

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

k) Contingent assets

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

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

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. (the entity to retain information relating to defined benefits or contributions, where both schemes are managed full policy applies)

m) Foreign currency transactions

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

n) Related parties

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

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

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6. Transfers from the NGCDF Board

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

10. Employees cost

Description	Period ended June 2025
	Kshs
NG-CDFC Basic staff salaries	4,864,004
Gratuity to contractual employees	998,820
Employer Contributions Compulsory national social security schemes	178,944
Employer Contributions Compulsory Housing levy	72,958
Total	6,114,726

11. Committee Expenses

Description	Period ended June 2025
	Kshs
Sitting allowance	611,000
Other Committee expenses	692,400
Total	1,303,400

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12. Use of Goods and services

Description	<i>Period ended June 2025</i>
	Kshs
Communication, supplies and services	304,000
Domestic travel and subsistence	576,800
Training expenses	913,000
Hospitality supplies and services	306,800
Office and general supplies and services	823,600
Fuel, oil & lubricants	800,000
Bank Charges	59,938
Routine maintenance – vehicles and other transport equipment	738,000
Strategic plan expenses	2,000,000
Other operating expenses	113,200
Total	6,635,338

13. Other Government Units Actual expenditure

Description	<i>Period ended June 2025</i>
	Kshs
Primary Schools Actual expenditure	62,689,764
Secondary Schools Actual Expenditure	9,303,814
Total	71,993,577

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14. Other Grants and transfers Actual expenditure

Description	<i>Period ended June 2025</i>
	Kshs
Bursary – secondary schools	31,568,786
Bursary – tertiary institutions	45,230,479
Bursary – special schools	1,977,530
Security projects Actual Expenditure	8,869,355
Climate change mitigation projects	2,894,194
Emergency projects Actual Expenditure	7,606,170
Total	98,146,514

15. Depreciation and Amortization Expenses

Description	<i>Period ended June 2025</i>
	Kshs
Property Plant and Equipment	156,900
Total	156,900

19. Cash and Cash Equivalents

Name Of Bank and Account No.	<i>Period ended June 2025</i>	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
Kenya Commercial Bank Account No.1260005895 (Operations account)	65,639,316	28,189,040
Kenya Commercial Bank, account No.1333928025 (Deposit account)	2,379,351	-
Kenya commercial Bank (Various PMC's accounts)	31,293,871	36,239,175
Total	99,312,538	64,428,215

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21. Receivables from Non-Exchange Transactions

Description	<i>Period ended June 2025</i>	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Transfers from NGCDFB	50,828,016	72,043,924
Total	50,828,016	72,043,924

Ageing Analysis for Receivables

Description	<i>Period ended June 2025</i>		<i>Opening Statement 1st July 2024</i>	
	Kshs		Kshs	
	2024/2025	% of the total	Opening Balance	% of the total
Less than 1 year	50,828,016	100%	72,043,924	100%
Total	50,828,016	100%	72,043,924	100%

23. Property, Plant and Equipment

	Land	Buildings	Motor vehicles	Infrastructure assets	Furniture and fittings	Computers & ICT Equipment	Work in progress	Service concession assets	Total
Depreciation Rate		10%	25%	20%	12.50%	30%			
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1 st July 2024	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	523,000	-	-	523,000
As At 30th June 2025	-	-	-	-	-	523,000	-	-	523,000
Depreciation And Impairment									
Opening bal accumulated depreciation 1st July 2024	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	156,900	-	-	156,900
As At 30th June 2025	-	-	-	-	-	156,900	-	-	156,900
Net Book Values									
Opening Bal as at 1 st July 2024	-	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	366,100	-	-	366,100

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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 30th June 2020).

22 b) Property, Plant and Equipment at Cost

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

	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Computers And Related Equipment	523,000	156,900	366,100
Total	523,000	156,900	366,100

29. Gratuity Provision

Description	Period ended June 2025	Opening Statement 1st July 2024
	Kshs	Kshs
Gratuity at the beginning of the period (A)	1,380,531	-
Gratuity held during the period (B)	998,820	1,380,531
Gratuity paid during the period (C)	-	-
Total Gratuity provision as at period 30/06/2025 D=(A+B-C)	2,379,351	1,380,531

30. Cash Generated from Operations

	<i>Period ended June 2025</i>
	Kshs
Surplus for the period before tax	13,035,695
Adjusted for:	
Depreciation	156,900
Changes in receivables	(21,215,908)
Changes in Third party deposits	(998,820)
Net cash flow from operating activities	35,407,323

31. Financial Risk Management

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

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i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025 (Current FY)				
Receivables from non-exchange transactions	50,828,016	50,828,016	-	-
Bank balances	99,312,538	99,312,538	-	-
Total	150,140,554	150,140,554	-	-
As at 30 June 2024 (Previous FY)				
Receivables from non-exchange transactions	72,043,924	72,043,924	-	-
Bank balances	64,428,215	64,428,215	-	-
Total	136,472,139	136,472,139	-	-

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 recognized in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has significant concentration of credit risk on amounts due from 2024. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025 (Current FY)				
Gratuity Provision	-	-	998,820	998,820
Total	-	-	998,820	998,820
As at 30th June 2024 (Previous FY)				
Gratuity Provisions	-	-	1,380,531	1,380,531
Total	-	-	1,380,531	1,380,531

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

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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 optimizing the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The Entity's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies. There has been no change to the Entity's exposure to market risks or the way it manages and measures the risk.

a) Foreign currency risk

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

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Current FY

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

Foreign currency sensitivity analysis

Current FY

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

Financial Risk Management

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

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
Current FY			
Euro	10%	N/A	N/A
USD	10%	N/A	N/A
Previous FY			
Euro	10%	N/A	N/A
USD	10%	N/A	N/A

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

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

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

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

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

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

Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 June 2025				
Financial Assets				
Quoted Equity Investments	N/A	N/A	N/A	N/A
Non- Financial Assets	N/A	N/A	N/A	N/A
Investment Property	N/A	N/A	N/A	N/A
Land And Buildings	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A

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

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

iv) Capital Risk Management

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

Description	2024/2025	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Revaluation Reserve		
Retained Earnings	148,127,303	135,091,608
Total Funds		
Less: Cash and Bank Balances	99,312,538	64,428,215
Net Debt/(Excess Cash And Cash Equivalents)	48,814,765	70,663,393
Gearing	33%	52%

32. Related Party Disclosures

	2024/2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	611,000	647,000
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	218,602,058	210,832,745
Total	218,602,058	210,832,745

33. Segment Information

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

34. Contingent Assets and Contingent Liabilities

Contingent Assets

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

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Contingent Liabilities

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

35. Capital Commitments

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

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

36. Events after the Reporting Period

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

37. Ultimate And Holding Entity

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

38. Currency

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

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	100,000	-	-	100,000
Buildings and structures	1,000,000	-	-	1,000,000
Transport equipment	1,995,372	-	-	1,995,372
Office equipment, furniture, and fittings	1,362,210	-	-	1,362,210
ICT Equipment and Other ICT Assets	1,529,257	523,000	-	2,052,257
Other Machinery and Equipment	1,050,000	-	-	1,050,000
Total	7,036,839	523,000	-	7,559,839

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

PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
pmc	bank	Acc/no	2024/2025	2023/2024
Adiel carla primary school	KCB-Sori	1295604140	343,889	549
Adugo Primary School	KCB-Sori	1317495411	30,782	2,200,639
Agenga Primary School	KCB-Sori	1279323272	1,032	2,349
agolomuok primary school	KCB-Sori	1226538894	3,383	3,383
Akala Primary School	KCB-Sori	1106524640	700	1,100,000
Aneko Primary School	KCB-Sori	1293822256	48	300
Angugo primary school	KCB-Sori	1275231330	3,246	874
Aonge Dhiang Primary School	KCB-Sori	1292167955	2,325	2,325
Aringo Primary School	KCB-Sori	1292829826	212,492	212,492
Bansi Bugni Primary School	KCB-Sori	1296745023	564,312	15,617
BL Tezza Special School	KCB-Sori	1341484408	541,835	0
Chamachichi Primary School	KCB-Sori	1317499417	248	621
Dunga Primary School	KCB-Sori	1291538291	4,834	4,074
God Bim Primary school	KCB-Sori	1329543483	352,087	1,600,000
God kwach primary school	KCB-Sori	1106524640	347,907	1,000
Got Kachola Primary School	KCB-Sori	1288807422	24	24

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PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
Got Orango primary school	KCB-Sori	1332147739	13,705	0
ibencho primary school	KCB-Sori	1342659198	0	0
jangoe primary school	KCB-Sori	1278239448	28,672	28,672
kabuto primary school	KCB-Sori	1340640325	2,000	0
Kaduro primary school	KCB-Sori	1329647130	1,432	298,975
Kanga onditi primary school	KCB-Sori	1312948906	1,075,987	2,200,854
Kanyandiko Primary School	KCB-Sori	1291447385	936	2,379
Kayara Primary School	KCB-Sori	1278145087	1,507	201,015
Kea Primary School	KCB-Sori	1322039895	1,753	91
Kikongo Primary School	KCB-Sori	1292829826	156	282
Kimai primary school	KCB-Sori	1297092368	1,443,582	624
kiranda special school	KCB-Sori	1340831279	550,000	0
Kituka Primary School	KCB-Sori	1329034457	2,174	2,426
Kopala primary school	KCB-Sori	1292829826	347,129	1,100,000
Kowuor primary school	KCB-Sori	1330370619	441,652	0
Kumoni Primary School	KCB-Sori	1292829826	148,745	148,745
Kurukongo Primary School	KCB-Sori	1265972206	1,682	3,472
litori primary school	KCB-Sori	1330149335	1,683	500,000
Lwala primary school	KCB-Sori	1239859899	2,620	1,462,693

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PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
Lwanda magwar Pimary school	KCB-Sori	1337358991	224	0
macalder primary school	KCB-Sori	1329232658	698,142	2,200,000
Mariba primary school	KCB-Sori	1318346495	1,042,600	2,217,403
magungu primary school	KCB-Sori	1273787897	198	198
miroche primary school	KCB-Sori	1274899605	1,983	1,300
Modi Primary School	KCB-Sori	1292084391	1,881	1,324
Munyu Primary Schoool	KCB-Sori	1295523159	124	124
Ndemra primary school	KCB-Sori	1317491181	0	0
Ndiwa Primary School	KCB-Sori	1265419493	50,555	1,555
Not primary school	KCB-Sori	1330039432	347,617	1,100,000
Nyabomo primary school	KCB-Sori	1291195009	11,185	439,220
Nyakweri Primary School	KCB-Sori	1263996086	23	301,340
Nyamache Primary school	KCB-Sori	1293280453	623	1,001
Nyandago primary school	KCB-Sori	1266459553	1,100,000	0
Nyangere primary school	KCB-Sori	1330063538	50,420	0
Nyasoko primary school	KCB-Sori	1330856317	348,761	0
obalwanda rabuor primary school	KCB-Sori	1272803376	564	690
Obondi Primary school	KCB-Sori	1330421493	349,466	1,099,005
Obware primary school	KCB-Sori	1294868659	416,086	2,300

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PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
Odiyo Primary School	KCB-Sori	1291352783	164	99,903
Ogaka Primary School	KCB-Sori	1318452066	1,290	550,723
Ogongo Primary School	KCB-Sori	1295352877	1,600	1,600
Ojawa Primary School	KCB-Sori	1289026017	368	872
Okenge primary school	KCB-Sori	1328492451	46,044	0
Olasi primary school	KCB-Sori	1278291679	1,051,671	3,301,133
opeya primary school	KCB-Sori	1233266896	4,561	4,561
Ongoche Primary School	KCB-Sori	1272797945	32	32
Orango Primary School	KCB-Sori	1284020657	2,807	3,872
Osiri primary school	KCB-Sori	1274048389	1,612	1,975
Othora primary school	KCB-Sori	1297092155	5,319	1,100,824
Owiro primary school	KCB-Sori	1313440116	2,141	653
paullo Odendo Primary School	KCB-Sori	1329333462	1,683	500,000
paw ndege primary school	KCB-Sori	1273687167	4,332	153,649
pom primary school	KCB-Sori	1273212940	1,801	3,118
Poya Primary School	KCB-Sori	1284019896	885	3,454
Rabare Primary School	KCB-Sori	1233335111	393,648	1,097,871
Rabwao primary school	KCB-Sori	1330882490	2,374	0
radienya primary school	KCB-Sori	1341377199	0	0

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PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
raga primary school	KCB-Sori	1278902732	223	223
Sagenya Primary School	KCB-Sori	1293460001	348,046	1,100,000
Senye Primary School	KCB-Sori	1291460489	739	991
Sere primary school	KCB-Sori	1291617019	152	1,343
Sori primary school	KCB-Sori	1260875148	1,058,962	2,208,181
sota rangenya primary school	KCB-Sori	1278769846	1,810	1,810
Sota SDA Primary School	KCB-Sori	1264927045	354	824
st joseph Alendo Primary School	KCB-Sori	1330014642	23	283,975
Tagache primary school	KCB-Sori	1316521966	4,278	2,404
Thim lich primary school	KCB-Sori	1317518543	347,079	1,104,540
Tom Odege Ngira Primary School	KCB-Sori	1272736415	1,195	2,512
Tuk Primary School	KCB-Sori	1329544250	437,036	1,100,000
Tulu primary school	KCB-Sori	1264764111	1,428	500,745
Wachara karungu primary school	KCB-Sori	1338380419	397,939	0
Wangaya Primary School	KCB-Sori	1292051159	1,222	37
Wangelongo primary school	KCB-Sori	1284882179	209	209
St Pauls Agenga Secondary School	KCB-Sori	1325134309	705	1,770
Akala Secondary School Pmc	KCB-Sori	1277274517	49,319	49,319
amoyo mixed secondary school	KCB-Sori	1287204481	8,493	3,089

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PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
Aneko Secondary School	KCB-Sori	1292167955	1,098	204,606
angugo secondary school	KCB-Sori	1279332727	978	978
Bondo Kosiemo Secondary School	KCB-Sori	1276589263	131	1,364
Chamachichi secondary school	KCB-Sori	1340455730	5,000,790	0
Diruma Secondary School	KCB-Sori	1271447045	101	227
Fr Joseph Otati Secondary School	KCB-Sori	1276672195	5,524	5,524
God Keyo Secondary School	KCB-Sori	1327878542	5,160	267,688
God Kwach Secondary School	KCB-Sori	1296602095	394,001	395,444
Got Kachola Secondary School	KCB-Sori	1264927185	4,778	18
Jangoe Secondary School	KCB-Sori	1277274517	141	1,332
Kanga onditi mixed secondary school	KCB-Sori	1153997142	50,000	0
Kimai Secondary School	KCB-Sori	1246873265	1,264	264
Kopala mixed secondary school	KCB-Sori	1336137991	269	0
Lwanda Magwar Secondary School	KCB-Sori	1265494568	103	355
mariba mixed secondary school	KCB-Sori	1286234891	50,000	0
Miriwi Secondary School	KCB-Sori	1266682554	880	1,132
Ndiwa Girl's Secondary School	KCB-Sori	1289259747	10,031	10,031
Nyakweri girls secondary school	KCB-Sori	1327641178	3,616,102	1,714,389
Nyandago Secondary School	KCB-Sori	1266459553	847	1,912

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PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
Nyangere Secondary School	KCB-Sori	1283123444	139	139
Obware Secondary School	KCB-Sori	1264764189	73	431
Obolo Secondary school	KCB-Sori	12667641989	50,000	0
olasi secondary	KCB-Sori	1330369920	223,265	0
Osiri secondary school	KCB-Sori	1252747349	82,979	69,090
Othoch rakuom secondary school	KCB-Sori	1296383504	985	1,237
St sabianus owich mixed secondry school	KCB-Sori	1315905558	7,228	8,549
Paullo Odendo secondary school	KCB-Sori	1265624283	1,518	1,758
Rabwao Mixed sec school	KCB-Sori	1279109327	269	269
Randienya High School	KCB-Sori	1264927088	629	881
Sagenya Seconadry School	KCB-Sori	1330047060	98	549,415
sidika secondary school	KCB-Sori	1279320168	3,218	3,218
Sota Sda Secondary School	KCB-Sori	1264764073	10,188	11,379
st gemma girls sec	KCB-Sori	1340137542	203,752	0
st gorrety mikei high school	KCB-Sori	1265478635	1,240	1,240
St Josephs Alendo Girls Secondary School	KCB-Sori	1333171714	17	0
St. Pius Got Orango Secondary School	KCB-Sori	1264764014	444	696
st jacobs kolanya secondary school	KCB-Sori	1277917795	1,511	1,751
St Joseph Gunga mixed secondary school	KCB-Sori	1297031261	990	1,690

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PMC	Bank	Account number	Bank Balance Current FY 2024/2025	Bank Balance Comparative FY 2023/2024
st michael's nyandema secondary school	KCB-Sori	12647764141	50,000	0
st paul nyankondo secondary school	KCB-Sori	1286043050	1,396	1,396
St Agness okuodo secondary school	KCB-Sori	1342854152	0	0
St Phelix ThimLich Secondary school	KCB-Sori	1317633067	689	815
olando mixed secondary school	KCB-Sori	1264764057	3,429	3,429
Ungoe Mixed secondary School	KCB-Sori	1297774132	74	30,039
Rongo University	KCB-Sori	1267216719	4,380	4,380
Nyatike Cdf Security P.M.C	KCB-Sori	1286842336	2,233,437	1,101,601
Nyatike Law Courts PMC	KCB-Sori	1313953156	4,193,168	194,359
Total			31,293,871	36,239,175

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)
Unsupported project management committee balances	Note 19.4 and annex 5 of financial statements re reflects project management committee (pmc) bank balances totaling kshs 25,101,945. However cashbooks certificates of bank balance, bank reconciliation statements for individual PMC bank accounts were not provided for audit. In circumstances the accuracy and completeness of project management committee balance of Ksh. 25,101,945 could not be confirmed.	The Project Management Committee (PMC) cash books and certificates of bank balances have been provided for verification by the auditor.	Not yet resolved	September 2025
Budgetary control and performance	The summary statement of appropriation reflects receipts budget and actual comparable basis amounts of Ksh.314,908,261 and Ksh.242,864,337 respectively resulting in an underfunding of Ksh.72,043,924 (23% of the budget) Similarly, the Fund	The underfunding amount of kshs. 72,043,924 pointed by the auditor were funds owing from the NG-	Not yet resolved	September 2025

National Government Constituencies Development Fund (NGCDF)

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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)
	expanded Ksh.215,236,004 against unapproved budget of Ksh.314,908,261, resulting in an under expenditure of Ksh.99,236,004 (68% of the budget). Further review of the project variance report that is maintained at the sub-county treasury reflected forty-four (44) projects and programs with budgeted amounts totaling to Ksh.56,553,566 which were not funded by the NG-CDF Committee. In addition, projects with a budget of Ksh.10,952,174 were underfunded by the board. In the circumstances, the underfunding and under expenditure affected the planned activities, impacting negatively on service delivery to the residents, of Nyatike constituency	CDF Board during the financial year under review and NG-CDF Committee of Nyatike will liase with the Board to fund all projects approved in the code list.		

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Name: Marcellus Obondi Ayieko
Fund Account Manager.
Nyakite Constituency