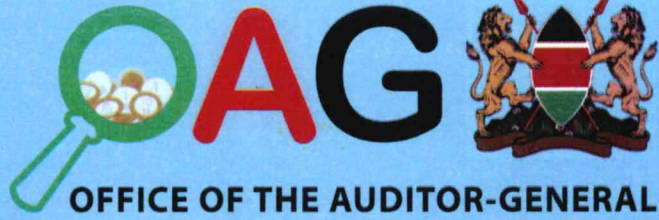


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REPORT

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THE AUDITOR-GENERAL

ON

NATIONAL HUMANITARIAN FUND

FOR THE YEAR ENDED

30 JUNE, 2025



**MINISTRY OF INTERIOR
AND
NATIONAL ADMINISTRATION
STATE DEPARTMENT FOR INTERNAL SECURITY
AND NATIONAL ADMINISTRATION
NATIONAL HUMANITARIAN FUND
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2025**

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

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

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NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

1. Acronyms and Definition of Key Terms

A: Acronyms and Abbreviations

IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board

B: Definition of Key Terms

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

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

2. Key Entity Information and Management

1.1 Background Information

National Humanitarian Fund was established under The Prevention, Protection and Assistance to Internally Displaced Persons and Affected Communities Act, 2012. The key objective of the Fund is to prevent, protect and offer assistance to internally displaced persons and affected communities and mitigate against the effects of displacement.

1.2 Name and registered office

Name: The Fund's official name is National Humanitarian Fund

Address: The Fund headquarters offices are at Harambee house, Nairobi County, Kenya.

The address of its registered office is:

P.O Box 30510-00100
Nairobi.

Contacts: The following are the Fund contacts

Telephone: (254) 020-227411

1.3 Fund Information

Fund Start Date:	15 TH FEBRUARY, 2008
Fund End Date:	INFINITE
Fund Manager:	JOSEPH MUNGAI
Fund Sponsor:	Government of Kenya, Donors and other well wishers

1.4 Fund Overview

Line Ministry/State Department of the Fund	The Fund is under the supervision of State Department for Internal security and National Administration
Fund number	GOK FUND
Strategic goals of the Fund	The strategic goals of the Fund are as follows: (i) Provision of funding for resettling and Mitigation of the effects of the post-election violence victims

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

Achievement of strategic goals	The Fund management aims to achieve the goals through the following means: (i) Provision of ex – gratia assistance to Internally Displaced Persons (ii) Provision of food and logistical support until IDPs harvest their own food (iii) Construction and Reconstruction of basic housing and infrastructural facilities (iv) Any eventuality which might occur in the Country
Other important background information of the Fund	The Fund mandate was expanded to include forest evictees and any other forms of internally displaced persons.
Current situation that the Fund was formed to intervene	The Fund was formed to intervene in the following areas: (i) Post-election victims (ii) Forest evictees
Fund duration	The Fund started on 15 th February, 2008 and is expected to run infinitely.

(a) Fiduciary Management

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

Names	Title designation	Responsibilities
Dr. Raymond Omollo, PhD	P.S	Accounting Officer
Al Hajj Adan Wachu	Chairman	Board Chairman
Joseph Mungai	Secretary	Secretary to the board
Fredrick Muhul Raongo	S.D.A.G.	Accountant

(b) Fiduciary Oversight Arrangements

(a) Auditors:

Auditor General
 Office of the Auditor General
 Anniversary Towers, University Way
 P.O. Box 30084 – 00100 GPO
NAIROBI-KENYA

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

(b) Principal Legal Advisor

The Attorney General
State Law office
Harambee Avenue
P.O. Box 40112 – 00200 City Square
NAIROBI-KENYA

(c) National Humanitarian Fund Headquarters

P.O. Box 30510
Harambee House
Harambee Avenue
NAIROBI, KENYA

Entity Contacts

Telephone: (254) 020-227411

(d) National Humanitarian Fund Bankers

Central Bank of Kenya

Humanitarian Fund for Mitigation Effects and Resettlement 2007
1000311339
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
NAIROBI-KENYA

Other banks as appropriate

- (i) Co-operative Bank**
National Humanitarian Fund, State Department for Interior
01141010160000
Kimathi Street
- (ii) Equity Bank Ltd**
National Humanitarian Fund State Department for Interior
0020261438740
Harambee Avenue Branch, Bima House
- (iii) National Bank of Kenya**
National Humanitarian Fund – State Department for Interior
01001033074100
Hill Plaza Branch
- (iv) Kenya Commercial Bank**
National Humanitarian Fund – State Department for Interior
01141010160000
Moi Avenue Branch

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

3. Statement of Performance Against Predetermined Objectives

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.

In the year under review the Fund did not have planned activities to measure performance.

4. Corporate Social Responsibility Statement/Sustainability

The National Humanitarian Fund operates under the State Department for Internal Security and National Administration and corporate social responsibility are carried out through the State Department.

5. Statement of Management Responsibilities

The Principal Secretary for State Department is responsible for the preparation and presentation of the Fund's Financial Statements which give a true and fair view of the state of affairs of the Fund for and as at the end of the financial year ended on June 30th, 2025. These responsibilities include:

- (i) Maintaining adequate Financial Management arrangement and ensuring that these continue to be effective throughout the reporting period;
- (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund;
- (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud;
- (iv) Safeguarding the assets of the Fund;
- (v) Selecting and applying appropriate accounting policies; and
- (vi) Making accounting estimates that are reasonable in the circumstances.

The Principal Secretary for the State Department for Internal Security and National Administration accept responsibility for the Fund's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Principal Secretary for the State Department for Internal Security and National Administration are of the opinion that the Fund's financial statements give a true and fair view of the state of Fund's transactions during the financial year ended June 30, 2024 and of the Fund's financial position as at that date. The Principal Secretary State Department for Internal Security and National Administration and the Secretary to the National Humanitarian Fund further confirm the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund financial statements as well as the adequacy of the systems of internal financial control.

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

The Principal Secretary State Department for Internal Security and National Administration confirms that the Fund has complied fully with the applicable Government Regulations and has not received funding during the financial year under audit.

Approval of the financial statements

The National Humanitarian Fund financial statements were approved and signed by the Accounting Officer on 29/6/25, 2025.

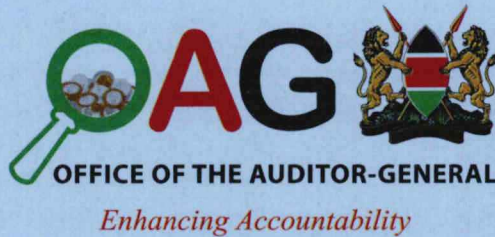


.....
Principal Secretary
Dr. Raymond Omollo, PhD



.....
Senior Deputy Accountant General
Fredrick Muhul Raongo
ICPAK No. 6591

REPUBLIC OF KENYA



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

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

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

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

Opinion

I have audited the accompanying financial statements of National Humanitarian Fund set out on pages 1 to 7, which comprise of the statement of financial position as at 30 June, 2025, and the statement of financial performance, statement of changes in net assets,

Report of the Auditor-General on National Humanitarian Fund for the year ended 30 June, 2025

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of the National Humanitarian Fund as at 30 June, 2025, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Prevention, Protection and Assistance to Internally Displaced Persons and Affected Communities Act, 2012 and the Public Finance Management Act, 2012.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Information

The Management is responsible for the other information set out on page iii to vii which comprise of Key Entity Information and Management, Statement of Performance Against Predetermined Objectives, Corporate Social Responsibility Statement/Sustainability and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the National Humanitarian Fund 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.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

Non – Functioning Fund Committee

As reported in the previous year, the Prevention, Protection and Assistance to Internally Displaced Persons and Affected Communities Act, 2012 prescribes the Fund Administration procedures, including the composition and functions of the Committee and Secretariat. However, there was no evidence of an active Committee and Secretariat as provided for in the enabling Act. Further, the Fund had no financial transactions for the last two years with all bank balances transferred back to The National Treasury and the Fund bank account closed.

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

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

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

Conclusion

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

Basis for Conclusion

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

Responsibilities of the Management and those Charged with Governance

The 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 the 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, the 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 the Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I

also 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

13 October, 2025

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

7. Statement of Financial Performance for the year ended 30 June 2025

	Notes		2024/2025
			Kshs
Revenue from non-exchange transactions			
Transfers from Other Government entities			0.00
Total			0.00
Expenses			
Transfers to other Government Entities			0.00
Total expenses			0.00
Net Surplus/Deficit			0.00

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

The entity financial statements were approved on 29/8/25 2025 and signed by:



Principal Secretary
 Dr. Raymond Omollo, PhD



Senior Deputy Accountant General
 Fredrick Muhul Raongo
 ICPAK No. 6591

NATIONAL HUMANITARIAN FUND
Annual Report and Financial Statements for the year ended June 30, 2025.

8. Statement of Financial Position as at 30 June 2025

	Notes	2024-2025	1 st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents		0.00	0.00
Total Current Assets	a	0.00	0.00
Liabilities			
Current Liabilities		0.00	0.00
Total Current Liabilities	b	0.00	0.00
Net Assets (a-b)		0.00	0.00

The entity financial statements were approved on 29/8/25 2025 and signed by:



.....
Principal Secretary
 Dr. Raymond Omollo, PhD



.....
Senior Deputy Accountant General
 Fredrick Muhul Raongo
 ICPAK No. 6591

NATIONAL HUMANITARIAN FUND

Annual Reports and Financial Statements for the year ended June 30, 2025.

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

	Accumulated Surplus	Reserves	Capital Fund	Total
Fund balance as at 30th June 2024	0.00	0.00	0.00	0.00
Adjustments				
Recognition of Assets	0.00			
Recognition of Liabilities	0.00			
As at July 1, 2024	0.00	0.00	0.00	0.00
Return to Exchequer	0.00			
Surplus/ deficit for the year	0.00			
Capital funds received in the year			0.00	
As at June 30, 2025	0.00	0.00	0.00	0.00

NATIONAL HUMANITARIAN FUND**Annual Reports and Financial Statements for the year ended June 30, 2025.****10. Statement of Cash Flows for the year ended 30 June 2025**

		<i>2024-/2025</i>
	Notes	Kshs
Cash flows from operating activities		
Receipts		
Transfers from exchequers		0.00
Transfers from other governments entities		0.00
Other income		0.00
Total receipts		0.00
Payments		
Employee costs		0.00
Use of goods and services		0.00
Transfers to other Government Entities		0.00
Commissioners Expenses		0.00
Other Grants and Subsidies		0.00
Social Benefits		0.00
Total payments		0.00
Net cash flows from/(used in) operating activities		0.00
Net increase/(decrease) in cash & Cash equivalents		0.00
Cash and cash equivalents at 1 July2024		0.00
Cash and cash equivalents at 30 June 2025		0.00

NATIONAL HUMANITARIAN FUND
Annual Reports and Financial Statements for the year ended June 30, 2025.

11. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2025

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Receipts						
Transfers from other government entities	0.00	0.00	0.00	0.00	0.00	0.00
Miscellaneous receipts	0.00		0.00	0.00	0.00	0.00
Total Receipts	0.00	0.00	0.00	0.00	0.00	0.00
Payments						
Transfers to other government entities	0.00		0.00	0.00	0.00	0.00
Other grants and transfers	0.00	0.00	0.00	0.00	0.00	0.00
Total Payments	0.00	0.00	0.00	0.00	0.00	0.00
Surplus	0.00	0.00	0.00	0.00	0.00	0.00

The entity financial statements were approved on 29/8/25 2025 and signed by:



Principal Secretary
 Dr. Raymond Omollo, PhD



Senior Deputy Accountant General
 Fredrick Muhul Raongo
 ICPAK No. 6591

NATIONAL HUMANITARIAN FUND
Annual Reports and Financial Statements for the year ended June 30, 2025.

12. Notes to the Financial Statements

a) 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 insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

b) 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.

NATIONAL HUMANITARIAN FUND
Annual Reports and Financial Statements for the year ended June 30, 2025.

Notes to the Financial Statements (Continued)

Cash and Cash Equivalents

(c) Detailed Analysis of the Cash and Cash Equivalents

	2024/2025	2023/2024
	Kshs	Kshs
Bank accounts (Note 5A)	0.00	0.00
Total	0.0	0.00

13. PROGRESS ON FOLLOW UP OF PRIOR YEARS AUDITORS' RECOMMENDATIONS

OUTSTANDING ISSUES -2023-2024

Issue/Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status:
Non-Functioning Fund Committee	The State Department has written to the Chief of Staff and Head of Public Service to operationalize the National Humanitarian Fund Committee. (Copy of Letter Attached)	PAC	Outstanding issue awaiting further direction from the Chief of Staff and Head of Public Service



.....
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.....
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