

REPUBLIC OF KENYA



PARLIAMENT
OF KENYA
LIBRARY

REPORT

450

OF

THE AUDITOR-GENERAL

ON

NYERI COUNTY CLIMATE CHANGE FUND

PAPERS LAID	
DATE	19/6/20
TABLED BY	Ge. ledana
COMMITTEE	
CLERK AT THE TABLE	Abdirahman

FOR THE YEAR ENDED
30 JUNE, 2025

024

Revised 30th June 2025



OFFICE OF THE AUDITOR GENERAL
NYERI REGIONAL OFFICE
★ 07 OCT 2025 ★
RECEIVED
P.O. Box 267 - 10100, NYERI



NYERI COUNTY CLIMATE CHANGE FUND

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
JUNE 30th, 2025**

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

OFFICE OF THE AUDITOR GENERAL
NYERI REGIONAL OFFICE
★ 07 OCT 2025 ★
RECEIVED
P.O. Box 267 - 10100, NYERI

(Leave this page blank)

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Table of Content

1. Acronyms and Glossary of Terms.....	ii
2. Key Entity Information and Management.....	iii
3. Fund Administration Committee	vii
4. Management Team	ix
5. Fund Chairperson's Report.....	xi
6. Report of The Fund Administrator	xii
7. Statement of Performance against the County Fund's Predetermined Objectives.....	xiv
8. Corporate Governance Statement.....	xvi
9. Management Discussion and Analysis	xviii
10. Environmental and Sustainability Reporting	xix
11. Report of The Trustees	xx
12. Statement of Management's Responsibilities.....	xxii
13. Report of The Independent Auditor on the Financial Statements for Nyeri County Climate Change Fund	xxiii
14. Statement of Financial Performance for the Year Ended 30 th June 2025.....	1
15. Statement of Financial Position As at 30 th June 2025.....	2
16. Statement of Changes in Net Assets for the year ended 30 th June 2025	4
17. Statement of Cash Flows for The Year Ended 30 th June 2025.....	5
18. Statement of Comparison of Budget And Actual Amounts For The Period ended 30 th June 2025	6
19. Notes to the Financial Statements.....	7
20. Annexes	40

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

1. Acronyms and Glossary of Terms

a) Acronyms

BOM	Board of Management
CCIS	Climate Change Institutional Support
CCRIG	Climate Change Resilience Investment Grant
GCF	Global Climate Fund
FLLoCA	Financing Locally Led Climate Action
IFMIS	Integrated Financial Management Information System
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
Kshs	Kenya Shillings
NCCCCF	Nyeri County Climate Change Fund
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board

b) Glossary of Terms

Fiduciary Management	The key management personnel who had financial responsibility
CECM	County Executive Committee Member
CO	Chief Officer

Nyeri County Climate Change Fund

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

2. Key Entity Information and Management

a) Background information

Nyeri County Climate Change Fund is established by and derives its authority and accountability from section 39 (1) of the Nyeri County Climate Change Act, 2021. The Fund is wholly owned by the County Government of Nyeri and is domiciled in Central Kenya.

The fund's objective is to fund climate change projects, programs and activities provided for in the climate finance framework established under the Nyeri County Climate Change Act of 2021.

The Fund's principal activity is to provide financial support for climate change adaptation and mitigation initiatives. This fund finances projects aimed at enhancing resilience to climate change impacts, promoting climate adaptation and reducing greenhouse gases emissions. It focuses on funding projects in the development sectors such as water, agriculture, disaster risk reduction and environment. The goal is to strengthen the capacity of the vulnerable groups in the county to cope with the impact of climate change.

The Climate Change Fund is funded through money appropriated by the county assembly through county budget, grants and loans from the National Government, climate financing through national and international entities such as the Global Climate Fund (GCF). It is managed by the Fund Management committee led by the Chief Officer In charge of Climate Change as the chairperson, fund administrator as the secretary and chief officer in charge of agriculture, Chief Officer responsible for Economic Planning or their representative, and director of climate change as members.

b) Principal Activities

The principal mandate of the Fund is to;

- a) To finance climate change resilience and its assessment;
- b) To finance implementation of approved climate change projects;
- c) To finance monitoring and evaluation exercises including documentation, photography and video recording of climate change projects;
- d) For administrative costs which shall not exceed three percent of the total Fund per financial year;
- e) For capacity building activities at county level, national level and international level as approved by the Steering Committee; and
- f) To provide funding for integration and mainstreaming of climate change programs, actions, interventions and duties as identified in the Nyeri County Integrated Development Plan, the Nyeri County Climate Change Act, 2021, the National Climate Change Action Plan and for connected purposes.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

c) Fund Administration Committee

Ref	Name	Position
1	Bernard Kiama	Chief Officer, Water, Environment & Climate Change
2	Beatrice Muturi	Fund Administrator
3	Yvonne Mathenge	Director, Climate Change
4	Wilson Maringa	Chief Officer, Agriculture, Livestock and Aquaculture
5	Ibrahim Adan Eden	Ag. Chief Officer, Finance, Economic Planning and ICT

d) Key Management Team

Ref	Name	Position
1	Fredrick Kinyua	CECM - Water, Environment and Climate Change
2	Bernard Kiama	Chief Officer, Water, Environment and Climate Change
3	Yvonne Mathenge	Director, Climate Change
4	Beatrice Muturi	Fund Administrator
5	Martin Muriithi	Fund Accountant

e) Fiduciary Oversight Arrangements

SN	Position	Name
1	Directorate of Internal Audit – County Internal Auditor	George Karimi
2	Nyeri County Planning Committee	<ul style="list-style-type: none"> ➤ Bernard Kariuki - Chairperson ➤ Yvonne Mathenge – Secretary ➤ Beatrice Muturi – Ex-officio ➤ Richard Maina - Member ➤ Evelyne Wangari Nganga - Member ➤ Gewana Abdullahi - Member ➤ Lilian Olunga - Member ➤ Martin Njogu Kiama - Member ➤ Newton Muriu - Member ➤ Mary Njine - Member

Nyeri County Climate Change Fund

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

		<ul style="list-style-type: none"> ➤ John Muiruri - Member ➤ Charles Marigi - Member ➤ Miriam Mukami - Member ➤ Richard Waithaka – Member ➤ Stephen Mwai - Member
3	Nyeri County Steering Committee	<ul style="list-style-type: none"> ➤ Fredrick Wanjohi Kinyua –Chairperson ➤ Yvonne Mathenge - Secretary ➤ Beatrice Muturi - Ex-officio ➤ James Wachihi - Member ➤ Dr. Joseph Kiragu Maina - Member ➤ Robert Thuo Mathenge - Member ➤ Lordman Lekalkuli - Member ➤ Lydia Nyawira - Member ➤ Grace Kimaru - Member ➤ George Njugi - Member ➤ Wanjiku Mbuthia - Member ➤ Samuel Nyaga - Member ➤ Bernard Kariuki - Member
4	County Assembly of Nyeri	Led by Mr. Jenard Mwiggeh (Clerk of the county assembly), Gichuhi Jackson Kabingu (Committee Chair, for Environment and Natural resources) and all Members of the County Assembly of Nyeri.

f) Registered Offices

P.O. Box 1112-10100
Town Hall Grounds
Along Kenyatta Road
Nyeri, Kenya

g) Fund Contacts

Telephone: (254) 721 019 019
E-mail: info@nyeri.go.ke
Website: www.nyeri.go.ke

h) Fund Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya

i) Independent Auditors

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

j) Principal Legal Adviser

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




k) County Attorney

Nyeri County Attorney
P.O. Box 1112-10100
Town Hall Grounds
Along Kenyatta Road
Nyeri, Kenya

Nyeri County Climate Change Fund



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

3. Fund Administration Committee

Name	Passport-size Photo	Details of qualifications and experience
1. Bernard Kiama		<p>Born on 5th November 1982 and was appointed in April 2023 as a Chief Officer representing the Department of Water, Environmental and climate change, County Government of Nyeri.</p> <p>He is a holds a degree in B. Ed. Biology and Chemistry. He is currently the chairperson of the Fund Management committee.</p>
2. Beatrice Muturi		<p>Born on 13th February 1979, Beatrice serves as an Assistant Director – Accounting Services at the County Government. She holds a Degree in Finance, a master’s degree in Finance and Accounting and CPA (K). She has 26 years of experience in Finance and Accounting. She’s a fund administrator to the committee.</p>
3. Yvonne Mathenge		<p>Born on 1st June 1989, Yvonne serves as a Director Climate Change at the County Government of Nyeri. She holds a bachelor of environmental planning and management, environmental studies and a master’s of science in environmental management. She is a member of the committee.</p>

Nyeri County Climate Change Fund




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

<p>4. Wilson Maringa</p>	 A black and white portrait of a man with glasses, wearing a suit and tie, sitting in a chair.	<p>Born on 10th October 1965, Mr. Maringa serves as a chief officer, Agriculture, Livestock and Aquaculture development. He holds a B.Ed in Agriculture and Biology and Master's in Agriculture and rural development.</p>
<p>5. Ibrahim Adan Eden</p>	 A black and white portrait of a man with a beard, wearing a suit and tie, standing.	<p>Born on 8th February 1986, Ibrahim Adan. holds BBA in Accounting and Finance and Certified Public Accountant/ Secretary of Kenya; Masters in Strategic Management. He serves as a Chief Officer, Finance and Accounting at the County Government of Nyeri.</p>

Nyeri County Climate Change Fund



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

4. Management Team

Name	Photo	Details of qualifications and experience
1. Fredrick Kinyua		<p>Born on 25th November 1966, Mr Kinyua is an experienced cartographer, with a Bachelor of Technology in Geoinformatics. He serves as the County Executive Committee Member for Water, Environment and Climate Change</p>
2. Bernard Kiama		<p>Born on 5th November 1982 and was appointed in April 2023 as a Chief Officer representing the Department of Water, Environmental and climate change, County Government of Nyeri.</p> <p>He is a holds a degree in B. Ed. Biology and Chemistry. He is currently the Chairperson of the Fund Management committee.</p>
3. Beatrice Muturi		<p>Born on 13th February 1979, Beatrice serves as an Assistant Director – Accounting Services at the County Government. She holds a Degree in Finance, a master’s degree in Finance and Accounting and CPA (K). She has 26 years of experience in Finance and Accounting. She is a fund administrator to the committee.</p>

Nyeri County Climate Change Fund

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

4. Yvonne Mathenge	 A black and white photograph of a woman with short hair, smiling, wearing a patterned top. She is standing in front of a window with a view of trees.	Born on 1st June 1989, Yvonne serves as a Director Climate Change at the County Government of Nyeri. She holds a bachelor of environmental planning and management, environmental studies and a master's of science in environmental management.
5. Ibrahim Adan Eden	 A black and white photograph of a man with short hair, wearing a suit, white shirt, and tie. He is looking directly at the camera.	Born on 8 th February 1986, Ibrahim Adan. holds BBA in Accounting and Finance and Certified Public Accountant/ Secretary of Kenya; Masters in Strategic Management. He serves as a Chief Officer, Finance and Accounting at the County Government of Nyeri.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

5. Fund Chairperson's Report

I am pleased to present a review of the Nyeri County Climate Change Fund's key operational performance for the year ended 30th June 2025. This review also highlights our strategic priorities over the past year, focusing on improving the livelihoods of our citizens and ensuring the sustainability of our people. The county's role in climate change mitigation and adaptation is critical, as climate change remains a global threat that continues to hinder economic and social development, and to haunt the livelihoods of our communities. In this regard, the County made remarkable progress in enhancing resilience and improving the adaptive capacity of our citizens.

Projects prioritized during the financial year included water accessibility initiatives, county greening project, and alternative income-generating activities. Water accessibility projects involved rehabilitation of water sources such as boreholes, which ensured the continuity of water supply to residents across the county. In addition, the county constructed one water intake and set up solar dryers, helping to enhance agricultural resilience by providing farmers with new alternatives in the face of the changing climate.

A key focus of the past year was on closing the knowledge gap among key climate change stakeholders, such as the Ward Climate Change Planning Committees, County Climate Change Planning Committee, and County Climate Change Steering Committee. To this end, we engaged various stakeholders continuously to ensure that climate change issues are addressed in every sector. In line with this, the county deployed technical staff to sensitize communities across the county, educating them on the importance of adopting sustainable practices and on strategies for adapting to a changing climate.

Despite our best efforts to establish and sustain climate resilience projects across the county, the county's operational performance was affected by an unfavorable political environment, which caused delays and disruptions to some initiatives. This hindered our ability to fully realize some of our planned projects and impacted the scale of implementation of other initiatives.

The overall benefits of these initiatives to the citizens are significant. Not only have these projects improved access to water, but they have also boosted food security and increased alternative livelihoods for many residents. The rehabilitation of boreholes and construction of water intakes ensures that communities, particularly in the semi-arid regions, are less vulnerable to droughts. Furthermore, county greening projects contribute to improved air quality, biodiversity preservation, and the reduction of carbon emissions. In terms of economic impacts, the development of solar dryers and other alternative income-generating projects provides citizens with new opportunities to earn a living, reducing dependency on climate-sensitive occupations.

Looking ahead, Nyeri County remains committed to scaling up these efforts by investing in more sustainable, climate-resilient infrastructure and programs. We aim to focus on diversified climate finance to ensure the longevity of the Climate Change Fund, improving monitoring and evaluation systems for ongoing projects, and deepening partnerships with both national and international climate change actors. Our mission is to continue strengthening the adaptive capacity of our people while positioning Nyeri County as a leader in climate action at the county level.

Name: **Bernard Kiama** Signature..........Date: **25/08/2025**

Chairperson of the Fund

Nyeri County Climate Change Fund

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

6. Report of The Fund Administrator

I am pleased to present the Climate Change Fund Annual Report & Financial Statements ending June 30th 2025, financial year 2024/2025 for Nyeri County Climate Change Fund.

In the face of the global challenge of climate change in the county, it is my privilege to share the notable achievements, challenges, and the overall financial performance of the Financing Locally Led Climate Action program as tabulated in the table below in Nyeri County.

Nyeri County – Climate Change Special Purpose Account Receipts			
Date	Amount Received (Kshs.)	Source	Financial Year
13-Apr-23	11,000,000	Grant (1st tranche)	2022/2023
12-Mar-24	11,000,000	Grant (2nd tranche)	2023/2024
27-Mar-24	60,000,000	County Contribution	2023/2024
16-Apr-24	49,227,514	Flloca Grant	2023/2024
04-Jul-24	49,227,514	Flloca Grant	2024/2025
08-Jul-24	2,000,000	County Contribution	2024/2025
28-Aug-24	11,000,000	Grant (3rd tranche)	2024/2025
10-Feb-25	65,936,841	County Contribution	2024/2025
22-May-25	47,097,743	County Contribution	2024/2025
10-Jul-25	4,214,282	County Contribution	2024/2025
Total	310,703,894		

Summary:

Description	Amount (Kshs.)
Total Received	310,703,894.00
Total Spent	259,880,854.00
Balance unspent	50,823,040.00

These allocations form part of the county climate Institutional Support grant (CCIS) and county climate resilience investment grant (CCRIG) under the Financing Locally Led Climate Action program that the county is implementing. These grants have played a pivotal role in catalyzing various climate change initiatives across the county.

In adherence to transparency and accountability as outlined in the Public Finance Management act 2012, this report meticulously outlines the budget allocations against actual performance and budget absorption for the current fiscal year and cumulatively to date, categorized by specific activities funded by the grant.

Nyeri County Climate Change Fund

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

In pursuit to efficient resource utilization, we have prioritized drilling and rehabilitation of boreholes to enhance water security in the county with the grant to effectively respond to climate change in the county. This report provides insights into the prudent management of resources, showcasing instances where every coin has translated into tangible benefits for our great county.

In candid acknowledgment that every journey has challenges, we have outlined the implementation challenges faced in realizing a 100% budget absorption. It is through understanding these challenges that we fortify our resolve to overcome them as we embark on effective utilization of the County Climate Resilience Investment grant.

In conclusion, I express my gratitude to all stakeholders who have contributed to the success documented in this report. The collaboration between government, communities, and development partners is the cornerstone of our achievements, and together, we remain dedicated to building a vibrant and prosperous Nyeri County.



Name: CPA Beatrice Muturi

Member No: 12031

Fund Administrator

7. Statement of Performance against the County Fund's Predetermined Objectives

Introduction

Section 164 (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 County Government entity Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government entity's performance against predetermined objectives.

Section 39(1) of the Nyeri County Climate Change Act 2021 delineates the primary objective of the Fund, which is to provide financial support for climate change projects, programs, and activities. Furthermore, section 4 of the Nyeri County Climate Change regulations stipulates that the fund is designated for the purpose of financing:

- Climate change resilience and its assessment
- Implementation of approved climate change projects
- Monitoring and evaluation exercises, including documentation, photography, and video recording of climate change projects.
- Administrative costs related to the operations of the fund
- Approved capacity-building activities
- Integration and mainstreaming of climate change programs, actions, interventions, and duties as identified in the Nyeri County Integrated Development Plan, the Nyeri County Climate Change Act, 2021, the National Climate Change Action

Progress on the attainment of Strategic development objectives

In the FY 2024/25. The Fund achieved the following major milestones.

Institutional and Capacity Development

- Forging Public and Private Sector Engagements and Partnerships.
- Enhanced the Participatory Climate Risk Assessment and County Climate Action Plan Reports.
- Enhanced effective monitoring and evaluation processes for tracking project progress and performance regarding environmental and social safeguards and handling grievances.
- Conducted capacity building and sensitization of the following entities
 - a) Ward Climate Change Planning Committee
 - b) Climate Change Unit Members
 - c) Ward Climate Change Planning Committee Secretaries
 - d) Fund Management Unit
- Conducted community sensitization programs on climate change and the FLLoCA program

Nyeri County Climate Change Fund

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

Climate Resilient Investments

In relation to the investment in climate change mitigation and adaptation actions, the fund has initiated the following projects and programs, which were at different levels of completion by the end of FY 2024/25.

- Procurement and distribution of Indigenous chicks
- Procurement and distribution of Dairy Goats
- Installation/distribution of water storage and harvesting facilities
- Drilling and Rehabilitation of boreholes
- Distribution of certified (short maturity) maize seeds
- Distribution of fruit (avocado and orange's) seedlings
- Distribution of pipes and extension of pipelines
- Construction of water intakes
- Installation of energy-saving jiko's
- Installation of greenhouse solar dryers
- Construction and Rehabilitation of Springs
- Distribution of Drip irrigation kits

8. Corporate Governance Statement

The Nyeri County Climate Change Fund is governed by a robust framework established under the Public Finance Management Act, 2012, the Nyeri County Climate Change Act, 2021, and its regulations. The Fund's governance structure aims to ensure transparency, accountability, and effective resource management to address climate change challenges within Nyeri County.

Governance Structure

The Fund Management Committee

The Nyeri County Climate Change Fund is overseen by a Fund Management Committee established under Section 14 of the Nyeri County Climate Change regulations. The Committee consists of key officials, including the Chief Officer for Climate Change, the Director responsible for Climate Change, the Chief Officer for Economic Planning, the Fund Administrator, and the Chief Officer for Agriculture. Membership in the fund management committee is through appointment by the County Governor.

Role of the Fund Management Committee

The committee oversees the administration of the Fund, mobilizes resources, approves expenditure plans, and receives reports from the Climate Change Planning Committee. It also monitors progress reports and ensures proper disbursement of funds for climate-related projects.

Fund Administrator

The County Executive Committee Member for Finance appoints a Fund Administrator. The Administrator supervises the day-to-day management of the Fund, ensuring that funds are spent for their intended purposes. The Administrator also prepares financial statements in compliance with the standards set by the Accounting Standards Board. Additionally, the Administrator submits quarterly financial and non-financial performance reports to the County Treasury and the Controller of the Budget.

Meetings and Quorum

The Fund Management Committee convenes at least four times annually. A quorum for meetings requires the presence of at least two-thirds of the committee members. All decisions made are documented and aligned with the governance structure stipulated in the regulations. In the Financial year 2024/25, the management committee convened four meetings.

Induction And Training,

The fund is committed to providing continuous capacity building for both new and existing members of the fund management committee, as well as for all other entities and stakeholders within the scope of its operations. In FY 2024/25, the following entities were trained;

- a) Ward Climate Change Planning Committee
- b) Ward Climate Change Planning Committee Secretaries
- c) Fund Management Unit
- d) Climate Change Unit Members

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Remuneration of the Fund Management Committee

The Nyeri County Climate Change Fund does not pay salaries. However, the fund pays allowances to the Management Committee and other entities in accordance with the rates approved by the Salaries and Remunerations Commission.

Financial Reporting and Audit

The Fund's financial management is governed by strict reporting and audit requirements. The Fund Administrator ensures preparation and timely submission of quarterly reports detailing the financial status, disbursements, and progress of climate change projects. The financial statements are audited in accordance with the Public Finance Management Act of 2012 and the Public Audit Act of 2015 to ensure accountability and integrity in the management of public funds.

Internal Controls

Strong internal control measures are embedded within the governance framework. These include use of the Integrated Financial Management Information System (IFMIS) where each payment must go through the usual examination processes including the procurement process. Expenditure is only authorized upon approval by the Chair Person of the Fund Management Committee based on pre-approved annual estimates.

Compliance and Oversight

The Nyeri County Climate Change Fund operates in strict compliance with the Kenyan Constitution and relevant public finance and procurement laws, including the Public Procurement and Asset Disposal Act of 2015. The Fund ensures regular audits, monitoring, and compliance with the objectives set out in the Nyeri County Integrated Development Plan and other relevant climate action policies.

Further, the fund is committed to upholding inclusivity and ethical standards in all of its operations.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

9. Management Discussion and Analysis

Below is a summary of climate change funds inflow since inception to date;

Date Received	Amount	Description
13 th April 2023	11,000,000	CCIS 1 st Tranche
12 th March 2024	11,000,000	CCIS 2 nd Tranche
27 th March 2024	60,000,000	County Contribution
16 th April 2024	49,227,514	CCRIG
4 th July 2024	49,227,514	CCRIG
8 th July 2024	2,000,000	County Contribution
28 th August 2024	11,000,000	CCIS 3 rd Tranche
10 th February 2025	65,936,841	County Contribution
22 nd May 2025	47,097,743	County Contribution
10 th July 2025	4,214,282	County Contribution
Total	310,703,894	

Having spent an amount of Kshs. 259,880,854, the account had a balance of Kshs. 50,823,040 at the end of financial year 2024/2025. These allocations form part of the county climate Institutional Support grant (CCIS) and county climate resilience investment grant (CCRIG) under the Financing Locally Led Climate Action program that the County Government of Nyeri is implementing. These grants have played a pivotal role in catalyzing various climate change initiatives across Nyeri County.

In fulfilling its mandate, the fund has encountered challenges such as delayed disbursement of funds from the National Treasury and modifications in funds transfer guidelines. Consequently, these factors have resulted in delays in the implementation of climate-change related projects and programs as well as the actualization of, capacity-building. Additionally, untimely communication and late release of information from the FLLoCA Program Implementing Unit have also posed significant challenges. These challenges underscore the need for continuous sharing of information between the national government, other counties, residents as well as non-governmental organizations on climate change-related issues, as well as implementation of the FLLoCA Program

10. Environmental and Sustainability Reporting
Sustainability strategy and profile

The Fund has consistently prioritized sustainability in fulfilling its statutory obligations, ensuring that its operations do not compromise the well-being of future generations. Its primary mandate is to actively support climate change projects, programs, and activities, reflecting its commitment to environmental conservation and mitigation and adaptation efforts, thus ensuring long-term sustainability.

Additionally, it aligns its sustainability agenda with international best practice frameworks, including the Sustainable Development Goals, which guide integrated planning across economic, social, and environmental sectors, and the Paris Agreement (2015), which shapes our climate actions in accordance with Kenya's National Climate Change Act (2016) and Nationally Determined Contributions (NDCs). It also takes into account the impact of rising global inflation, shifting trade relations, and fluctuating energy prices on the cost of living, resource allocation, and investment decisions.

Environmental performance

To ensure positive social and environmental impacts, the county has implemented environmental and social safeguards actions, including screening of climate change sub-projects within FLLoCA and under the CCCF. These projects involve various initiatives such as installing energy-saving jikos in E.C.D.E. and VTC institutions, distributing fruit tree seedlings, constructing solar dryers, building common intakes and distribution pipelines, distributing water storage tanks, and providing certified seeds and livestock, among others. Screening reports have been prepared for these projects. Furthermore, there has been ongoing monitoring of the projects during implementation to ensure contractors adhere to the environmental and social guidelines outlined in the contractual agreements and the ESMPs. These activities have been carried out in collaboration with relevant officers including the environmental safeguards focal, social safeguards focal, NEMA, DOSHS, and DSS.

Moreover, the fund has been instrumental in directly and indirectly supporting impactful activities such as tree planting, reclamation efforts, and the protection of vital areas.

Employee welfare

The fund has continuously ensured the capacity strengthening and equipping of staff and committee members involved in its management. This has ensured that the employees contribute positively towards improving their operation efficiency. Additionally, the fund has ensured inclusivity and equal opportunities for all employees and committee members

Marketplace practices

To promote sustainable marketplace practices, the fund has prioritized the enhancement of responsible supplier chains and supplier relations by ensuring strict compliance with all relevant laws and regulations, as well as by guaranteeing punctual payments for all supplied goods and services.

Corporate Social Responsibility / Community Engagements

The funds' operations are based on the fundamental principle of actively involving the community in decision-making and priority-setting processes. To uphold this core principle, ongoing civic education and public participation initiatives have been carried out starting from the ward level.

11. Report of The Trustees

The Trustees submitted their report together with the audited financial statements for the year ended June 30, 2025, which show the state of the Fund's affairs.

Principal activities

The Fund's principal activities are to provide financial support for climate change projects, programs, and activities. More specifically, the fund is mandated to finance;

- Climate change resilience and its assessment
- Implementation of approved climate change projects
- Monitoring and evaluation exercises, including documentation, photography, and video recording of climate change projects.
- Administrative costs related to the operations of the fund
- Approved capacity-building activities
- Integration and mainstreaming of climate change programs, actions, interventions, and duties as identified in the Nyeri County Integrated Development Plan, the Nyeri County Climate Change Act, 2021, the National Climate Change Action

Results

In the Financial Year 2024/25, the fund's total budget was Kshs.249,034,584, comprising Kshs. 11,000,000 for County Institutional Support and Kshs. 239,034,584 to support investments geared towards building climate resilience. Out of this, the Fund received the 3rd tranche of the CCIS Grant of Kshs. 11 million on 28th August 2024.

Further, the fund received Kshs.65,936,841 on 10th February 2025, Kshs. 47,097,743 on 22nd May 2025 and Kshs 4,214,282 on 10th July 2025(County contribution) for climate change investment. This implies that out of the Budget of Kshs.249,034,584, the fund was able to realize Kshs.128,248,866.

The Fund Management Committee

The members of the Fund management committee are as outlined in the section on key entity information and management. No changes in the committee occurred during the financial year under review.

Auditors

The Auditor General is responsible for the statutory audit of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

By Order of the Board

A handwritten signature in black ink, consisting of several overlapping loops and a final downward stroke.

Chair of the Board/Fund Administration Committee

Date: 25/08/2025

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

12. Statement of Management’s Responsibilities

Section 167 of the Public Finance Management Act, 2012, requires that, at the end of each financial year, the Administrator of a County Public Fund shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Administrator of the County Public Fund 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. This responsibility includes (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Fund; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Administrator of the County Public Fund accepts responsibility for the Fund’s financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the County Climate Change Act, 2021 and its regulations. The Administrator of the Fund is of the opinion that the Fund’s financial statements give a true and fair view of the state of the Fund’s transactions during the financial year ended June 30th, and the Fund’s financial position as of that date. The Administrator further confirms the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund’s financial statements, as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Administrator of the County Public Fund has assessed the Fund’s ability to continue as a going concern and disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements. OR

Nothing has come to the attention of the Administrator to indicate 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 Fund’s financial statements were approved by the Board on 25/08/2025 and signed on its behalf by:

Name: CPA Beatrice Muturi **Member no:** 12031

.....


Administrator of the County Public Fund

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 NYERI COUNTY CLIMATE CHANGE 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 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 financial statements of Nyeri County Climate Change Fund set out on pages 1 to 41, which comprise of the statement of financial position as

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Nyeri County Climate Change 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 Nyeri County Climate Change Fund Act 2021, the Intergovernmental Agreement between the National Treasury and Planning on Financing Locally-Led Climate Action Program and the County Government of Nyeri and Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Inaccuracies in Cash and Cash Equivalents

The statement of financial position as at 30 June, 2025 reflects cash and cash equivalents balance of Kshs.50,823,040. However, the cashbook reflects a balance of Kshs.119,205,741 leading to unexplained and unreconciled variance of Kshs.68,382,701.

In the circumstances, the accuracy and completeness of the cash and cash equivalent balance of 50,823,040 as at 30 June, 2025 could not be confirmed.

2.0 Variances Between the Audited and Amended Financial Statements

The financial statements provided for audit had variances with the revised financial statements that were not supported with journal entries and schedules in two of the financial statement's components as shown below.

Financial Statements Components	Audited Financial Statements (Kshs.)	Amended Financial Statements (Kshs.)	Variance (Kshs.)
Current Portion of Long-term Receivables from Exchange Transactions	106,844,816	102,630,534	4,214,282
Trade and Other Payables from Exchange Transaction	79,897,201	7,043,030	72,854,171

In addition, the amended balances were not supported by the revised accounting ledgers.

In the circumstances, the accuracy and completeness of the respective financial statement's components could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Nyeri County Climate Change 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 qualified opinion.

Emphasis of Matter

The statement of comparison of budget and actual amounts reflects a reported final budget income amount of Kshs.340,285,507 against the actual amount of Kshs.215,285,507 resulting to income shortfall of Kshs.125,000,000 or 63%.

In the circumstances, the planned activities and programmes may not have been implemented owing to the revenue shortfall.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

The Management is responsible for the Other Information set out on page i to xxiii which comprise of Key Entity Information and Management, The Fund Administration Committee, Key Management Team, Chairman's Statement, Report of the Fund Administrator, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Trustees and the Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1.0 Irregularities in Tender Evaluation and Award

The statement of financial performance for the year ended 30 June, 2025 reflects use of goods and services balance of Kshs.212,335,554. Included in this amount is purchase of tree seedlings amounting to Kshs.5,961,666. However, examination of the procurement process and payments established that the Fund awarded a contract for the supply and delivery of fruit tree seedlings valued at Kshs.2,978,088 to local supplier who was in material breach of preliminary evaluation criteria as the business permit attached as evidence of existence failed the credibility test and was not genuine. In addition, the following was established.

- i. Whereas the submitted document indicates a validity period of 12 months starting from 29 January, 2024 a scan of the security code indicates a 1-year validity period commencing 1 May, 2023 and had expired at the time of the evaluation.
- ii. Additionally, the same validity code returns a permit number of SBP – C319E55D which is different from the submitted document that was coded SBP-D416E36D.
- iii. Further, the business permit indicates an activity code of 740 which is categorized as a health clinic/doctor's surgery/ doctor/ dentistry/ physiotherapist/ psychologist or similar profession a material divergence from the supply of tree seedlings.

In view of the above inconsistencies, based on the evaluation criteria indicated, the evaluation committee should have disqualified the bidder as they would have been considered ineligible to bid in accordance with Section 55(5) of the Public Procurement and Asset Disposal Act which states that public entity shall consider as ineligible a person for submitting false, inaccurate or incomplete information about his or her qualifications.

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

2.0 Engagement of Unlicensed Water Sector Contractors

The statement of financial performance for the year ended 30 June, 2025 and Note 7 to the financial statements reflects Kshs.212,335,554 in respect of use of goods and services. Included in this amount is Kshs.116,800,331 incurred on water projects. However, it was noted that eleven (11) projects with a total contract sum of Kshs.17,526,645 were awarded to contractors lacking valid licenses from the Ministry of

Water, Sanitation and Irrigation as water sector contractors. Further, there was absence of documented verification of contractors' qualifications and justification for the engagement of contractors who were not licensed. In addition, it was noted that, all the contractors were not listed under the various categories of qualified water resources contractors for the years 2023, 2024 and 2025 under the categories of borehole drilling, equipping and servicing, dams and associated works, water supply, sewerage, irrigation and electromechanical works. In view of above, there was potential breach water resources regulations and sectoral compliance standards that may pose risk of substandard works, health hazards, projects failure due to non-compliance with technical standards and code of regulations. **See Appendix I.**

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

3.0 Delay in Delivery of Goods

The statement of financial performance for the year ended 30 June, 2025 reflects use of goods and services amount of Kshs.212,335,554. Included in this amount is Kshs.72,968,597 incurred in respect to other agriculture sector. Examination of the 2-payment voucher as indicated below totaling to Kshs.29,904,680 for items paid for in the month of June, 2025 and July, 2025, revealed that no deliveries had been made as at the time of audit in the month of September, 2025 as there was no verifiable trail, trace on receipt and further utilization.

	Date of Payment	PV Number	Details of Procured Item	Amount (Kshs.)
1	18 June, 2025	229	Dairy goats - In-kid / Milking / Pedigree	6,905,000
2	04 July, 2025	236	Improved Chicks	22,999,680
Total				29,904,680

In the circumstances, the public may not have received value for money on the above expenditures.

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 effect of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance

section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Lapses in Imprest Management

The entity incurred Kshs.2,235,500 on expenditures wherein, The Fund Administration Committee were on official journeys and related activities which met the threshold of issuance of funds through temporary imprests. However, the staff were issued with the money through payment vouchers thus avoiding the necessary internal control measures required in the usage of such public funds. In this regard the Fund could not provide assurances on the following;

- i. That the main objective of the activity cannot be achieved by other cheaper means.
- ii. That the recipients of the funds had no outstanding funds unaccounted for.
- iii. That the applicants imprest had been recorded in an imprest register including the amount applied for.
- iv. That adequate funds are available against the relevant items of expenditure to meet the proposed expenditure.

In the circumstances, the effectiveness of the Fund's internal control for imprest management could not confirmed.

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 Trustees

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the

activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

13 November, 2025

Appendix I Unsupported Water Resources Authority Contractor License

PV NO	Date	Contract Sum (Kshs.)	Description
338	30/06/2025	2,407,592	Supply and delivery of pipes for Gakawa and Kiirungi
334	30/06/2025	1,497,315	Supply and delivery of drip irrigation kit for ¼ acre plot
154	30/06/2025	3,042,380	Supply and installation of pipes and fittings for Thegu ward
325	5/03/2025	1,496,450	Construction of mainline Treffos Kiburuti borehole water project
328	30/06/2025	3,995,874	Supply and delivery of fittings for Kieni west water project
336	30/06/2025	2,549,224	Supply and delivery of drip irrigation kit for ¼ plot
337	30/06/2025	3,089,066	Supply, delivery and installation of water harvesting system in Rware
318	30/06/2025	2,998,624	Rehabilitation of Mapema borehole and supply of Warazo Lusoi water pipes
320	30/06/2025	4,001,582	Construction of 2 springs including piping
	30/06/2025	1,918,886	Construction of Gachie spring
	03/07/2025	2,969,263	Rehabilitation of Hathia springs embarkment, cattle trough and water draw of points in Wamagana ward in Tetu Sub- County
	Total	17,526,645	

Nyeri County Climate Change Fund

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

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

Description	Note	FY 2024/2025	FY 2023/2024
		Kshs	Kshs
Revenue From Non-Exchange Transactions			
Public Contributions and Donations	6	113,630,534	109,455,028
Transfers From the County Government	7	117,248,866	62,000,000
Fines, Penalties and Other Levies	8	-	-
		230,879,400	171,455,028
Revenue From Exchange Transactions			
Interest Income	9	-	-
Other Income	10	-	-
		-	-
Total Revenue		230,879,400	171,455,028
Expenses			
Employee Costs	11	-	-
Use of goods and services	12	212,335,554	43,577,590
Depreciation and Amortization Expense	13	603,950	-
Finance Costs	14	-	-
Total Expenses		212,939,504	43,577,590
Other Gains/Losses			
Gain/Loss on Disposal of Assets	15	-	-
Gain /Loss on fair value of investments	16	-	-
Surplus/(Deficit) for the Period		17,939,896	127,877,438

.....
 Name: CPA Beatice Muturi
 ICPAK Member No: 12031
 Administrator of the Fund

.....
 Name: CPA Martin Muriithi
 ICPAK Member No:28175
 Fund Accountant

Nyeri County Climate Change Fund

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


15. Statement of Financial Position As at 30th June 2025

Description	Note	FY 2024/2025	FY 2023/2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash Equivalents	17	50,823,040	81,932,273
Current Portion of Long- Term Receivables From Exchange Transactions	18	102,630,534	51,227,514
Prepayments	19	-	-
Inventories	20	-	-
Investments in financial assets	21	-	-
Total current assets		153,453,574	133,159,787
Non-Current Assets			
Property, Plant and Equipment	22	3,622,750	2,908,300
Intangible Assets	23	-	-
Long Term Receivables from Exchange Transactions	18	-	-
Investment Property	24	-	-
Total non- current assets		3,622,750	2,908,300
Total Assets (A)		157,076,324	136,068,087
Liabilities			
Current Liabilities			
Trade and Other Payables from Exchange Transactions	25	7,043,030	3,974,689
Current Provisions	26	-	-
Current Portion of Borrowings	27	-	-
Employee Benefit Obligations	28	-	-
Social benefit liabilities	29	-	-
Total current liabilities		7,043,030	3,974,689
Non-Current Liabilities			
Non-Current Provisions	26	-	-
Long Term Portion of Borrowings	27	-	-
Non-Current Employee Benefit Obligation	28	-	-
Social benefit liabilities	29	-	-
		-	-
Total Liabilities (B)		7,043,030	3,974,689
Net Assets (A-B)		150,033,294	132,093,398
Represented By:			


Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Revolving Fund		-	-
Reserves		-	-
Accumulated Surplus		150,033,294	132,093,398
Net Assets		150,033,294	132,093,398

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 25/08/2025 and signed by:



Name: CPA Beatice Muturi
ICPAK Member no: 12031
Administrator of the Fund



Name: CPA Martin Muriithi
ICPAK Member No: 28175
Fund Accountant

Nyeri County Climate Change Fund

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

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

Description	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		Kshs	Kshs	Kshs
Balance As At 1 July 23 (Previous FY)	-	-	4,215,960	-
Surplus/(Deficit) For the Period	-	-	127,877,438	-
Funds Received During the Year	-	-	-	-
Transfers	-	-	-	-
Revaluation Gain	-	-	-	-
Balance As At 30 June 24 (Previous FY)	-	-	132,093,398	-
Balance As At 1 July 24 (Current FY)	-	-	132,093,398	-
Surplus/(Deficit) For the Period	-	-	17,939,896	-
Funds Received During the Year	-	-	-	-
Transfers	-	-	-	-
Revaluation Gain	-	-	-	-
Balance As At 30 June 25 (Current FY)	-	-	150,033,294	-

Nyeri County Climate Change Fund

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

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

Description	Note	FY 2024/25	FY 2023/24
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Public contributions and donations		60,227,514	60,227,514
Transfers from the county government		119,248,866	60,000,000
Interest received		-	-
Receipts from other operating activities		-	-
Total receipts		179,476,380	120,227,514
Payments			
Fund administration expenses		3,714,291	935,580
General expenses		205,293,422	38,926,821
Finance cost		-	-
Total payments		209,007,713	39,862,401
Net cash flows from operating activities	30	- 29,531,333	80,365,113
Cash flows from investing activities			
Purchase of property, plant, equipment and Intangible assets		- 1,577,900	- 2,648,800
Proceeds from sale of property, plant & equipment		-	-
Proceeds from loan principal repayments		-	-
Loan disbursements paid out		-	-
Net cash flows used in investing activities		- 1,577,900	- 2,648,800
Cash flows from financing activities			
Proceeds from revolving fund receipts		-	-
Additional borrowings		-	-
Repayment of borrowings		-	-
Net cash flows used in financing activities		-	-
Net increase/(decrease) in cash & cash Equivalents		- 31,109,233	77,716,313
Cash and cash equivalents at 1 July		81,932,273	4,215,960
Cash and cash equivalents at 30 June	17	50,823,040	81,932,273

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

18. Statement of Comparison of Budget And Actual Amounts For The Period ended 30th June 2025

Description	Original budget	Adjustments	Final budget	Actual on	Performance	% Utilization
	Kshs a	Kshs b	Kshs C=(a+b)	comparable basis Kshs d	difference Kshs e=(c-d)	
Revenue						$f=d/c*100$
Public Contributions and Donations	136,000,000	82,291,767	218,291,767	93,291,767	125,000,000	43
Transfers From County Govt.	113,034,584	8,959,156	121,993,740	121,993,740	-	100
Interest Income	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
Total Income	249,034,584	91,250,923	340,285,507	215,285,507	125,000,000	63
Expenses						
Fund Administration Expenses	4,000,000	-	4,000,000	3,714,291	285,709	93
General Expenses	7,000,000	4,490,870	11,490,870	7,190,380	4,300,490	63
Finance Cost	-	-	-	-	-	-
Total Expenditure	11,000,000	4,490,870	15,490,870	10,904,671	4,586,199	70
Surplus For the Period	238,034,584	86,760,053	324,794,637	204,380,836	120,413,801	
Capital Expenditure	238,034,584	86,760,053	324,794,637	199,680,942	125,113,695	61

Budget notes

1. The underperformance in revenue received was due to minimal release of the donor funding which will be released later in the next FY, whereas the under absorption of the revenue received was due to late disbursement of funds from the county.

19. Notes to the Financial Statements
Significant Accounting Policies

1. General Information

The entity is established by and derives its authority and accountability from Nyeri County Climate Change Act, 2021. The entity is wholly owned by the Nyeri County Government and is domiciled in Kenya. The entity's principal activity is to provide financial support for climate change adaptation and mitigation initiatives.

2. Statement of compliance and basis of preparation

The Fund's financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Fund. The accounting policies have been consistently applied to all the years presented. The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

3. Adoption of new and revised standards

(i) New and amended standards and interpretations in issue but not yet 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 2025.

Standard	Effective date and impact:
IPSAS 43	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. <i>State the expected impact of the standard to the Entity if relevant</i>
IPSAS 44: Non- Current Assets Held for Sale and	<i>Applicable 1st January 2025</i> The Standard requires,

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Discontinued Operations	<p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 45- Property Plant and Equipment	<p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 46 Measurement	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS; iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 47- Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 48- Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared</p>

	to provide guidance to entities that provide transfers on accounting for such transfers. <i>State the expected impact of the standard to the Entity if relevant</i>
IPSAS 49- Retirement Benefit Plans	<i>Applicable 1st January 2026</i> 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. <i>State the expected impact of the standard to the Entity if relevant</i>

(i) 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 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 entity and can be measured reliably.

ii. Revenue from exchange transactions

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.

Dividends

Dividends or similar distributions must be recognized when the shareholder's or the Entity's right to receive payments is established.

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 FY 2024/2025 was approved by the County Assembly on 19th June 2024. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Fund recorded additional appropriations of 4,214,282 as Counter funding on 9th April 2025 FY 2024/25 budget following the County Government approval.

The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on 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.

Summary of Significant Accounting Policies (Continued)

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 14 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. Depreciation has been calculated using reduce balance method and no depreciation of assets during the year of purchase.

a) 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.

b) Investment property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. *Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over an xx-year period or investment property is measured at fair value with gains and losses recognised through surplus or deficit.(entity to amend appropriately)* Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition.

Summary of Significant Accounting Policies (Continued)

c) Financial instruments

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

Financial assets

Classification of financial assets

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

Subsequent measurement

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

Summary of Significant Accounting Policies (Continued)

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.

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.

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.

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 x*.

Summary of Significant Accounting Policies (Continued)

Financial liabilities

Classification

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

d) 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:

- Raw materials: purchase cost using the weighted average cost method
- 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.

e) 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.

f) 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.

Summary of Significant Accounting Policies (Continued)

g) 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.

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.

h) Nature and purpose of reserves

The Entity creates and maintains reserves in terms of specific requirements. *Entity to state the reserves maintained and appropriate policies adopted.*

i) Changes in accounting policies and estimates

The Entity recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

j) 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.

Summary of Significant Accounting Policies (Continued)

k) 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.

l) Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

m) Related parties

The entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the entity, or vice versa. Members of key management are regarded as related parties and comprise the directors, the CEO and senior managers.

n) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to 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. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

o) Comparative figures

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

Summary of Significant Accounting Policies (Continued)

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 judgements, estimates and assumptions made e.g.

a) 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.

b) Useful lives and residual values

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

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

The nature of the asset, its susceptibility and adaptability to changes in technology and processes

The nature of the processes in which the asset is deployed

Availability of funding to replace the asset

Changes in the market in relation to the asset

c) Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note 21.

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.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Notes To The Financial Statements Continued

6. Public contributions and donations

Description	FY 2024/25	FY 2023/24
	Kshs	Kshs
Donation From Development Partners	113,630,534	109,455,028
Contributions From The Public	-	-
Total	113,630,534	109,455,028

7. Transfers from County Government

Description	FY 2024/25	FY 2023/24
	Kshs	Kshs
Transfers From County Govt. –Operations	117,248,866	62,000,000
Payments By County On Behalf Of The Entity	-	-
Unconditional Development grants	-	-
Total	117,248,866	62,000,000

8. Fines, penalties and other levies

Description	FY 2024/2025
	Kshs
Late Payment Penalties	-
Fines	-
Total	-

9. Interest income

Description	FY 2024/2025
	Kshs
Interest Income from Mortgage Loans	-
Interest Income From Car Loans	-
Interest Income From Investments in financial assets	-
Interest Income On Bank Deposits	-
Total Interest Income	-

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Notes to the Financial Statements Continued

10. Other income

Description	FY 2024/2025
	Kshs
Insurance Recoveries	-
Income from Sale of Tender Documents	-
Bad debts recovered	-
Miscellaneous Income	-
Total Other Income	-

(NB: All income should be classified as far as possible in the relevant classes and other income should be used to recognise income not elsewhere classified. Disclose write backs if any or recoveries from write offs).

11. Employee Costs

Description	FY 2024/2025
	Kshs
Salaries And Wages	-
Staff Gratuity	-
Staff Training Expenses	-
Social Security Contribution	-
Other (<i>Specify</i>)	-
Total	-

12. Use of Goods and Services

Description		
	FY 2024/25	FY 2023/24
	Kshs.	Kshs.
General Office Expenses		-
Loan Processing Costs	-	-
Professional Services Costs	-	-
Administration Fees	3,847,895	935,580
Committee Allowances	7,055,200	8,526,350
Bank Charges	-	-
Electricity And Water Expenses	-	-
Computer Accessories	95,500	-
Fuel And Oil Costs	254,295	300,000
Insurance Costs	-	-
Postage And Courier	-	-
Printing And Stationery	381,280	53,960

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Rental Costs	-	-
Security Costs	-	-
Telephone And Communication Expenses	-	-
Bank Charges	-	-
Audit Fees	-	-
Provision For Doubtful Debts	-	-
Other (Branded T-Shirts)	-	189,000
Other (Agriculture Sector)	72,968,597	-
Other (<i>Tree Seedlings</i>)	5,961,666	4,994,320
Other (Water Sector)	116,800,331	28,578,380
Other (Jikos)	4,970,790	-
Social benefit expenses*	-	-
Total	212,335,554	43,577,590

Social benefit schemes include benefits such as cash transfers for unemployment or elderly in line with IPSAS 42

13. Depreciation and Amortization Expense

Description	FY 2024/25	FY 2023/24
	Kshs.	Kshs.
Property Plant and Equipment	603,950	-
Intangible Assets	-	-
Total	603,950	-

14. Finance costs

Description	FY 2024/2025
	Kshs
Interest On Bank Overdrafts	-
Interest On Loans From Banks	-
Total	-

15. Gain/(loss) on disposal of assets

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

16. Gain/ (loss) on Fair Value Investments

Description	FY 2024/2025
	Kshs
Investments at Fair Value- Equity investments	-
Fair value – Investment property	-
Fair value- other financial assets (specify)	-
Total Gain	-

17. Cash and cash equivalents

Description	FY 2024/25	FY 2023/24
	Kshs	Kshs
Car Loan Account	-	-
County Mortgage Account	-	-
Fixed Deposits Account	-	-
On – Call Deposits	-	-
Current Account	-	-
Others (<i>SPA Bank Balance</i>)	50,823,040	81,932,273
Total Cash And Cash Equivalents	50,823,040	81,932,273

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Notes to the Financial Statements Continued

Detailed analysis of the cash and cash equivalents are as follows:

Nyeri County Climate Change Special Purpose Account No. 1000549769

Financial Institution	Account number	FY 2024/25	FY 2023/24
		Kshs	Kshs
a) Fixed Deposits Account			
Kenya Commercial Bank		-	-
Equity Bank, Etc.		-	-
Sub- Total		-	-
b) On - Call Deposits			
Kenya Commercial Bank		-	-
Equity Bank - Etc.		-	-
Sub- Total		-	-
c) Current Account			
Kenya Commercial Bank		-	-
Bank B		-	-
Sub- Total		-	-
d) Others(Specify)			
Cash In Transit		-	-
CBK- Nyeri County Climate Change Special Purpose Account	1000549769	50,823,040	81,932,273
Sub- Total		50,823,040	81,932,273
Grand Total		50,823,040	81,932,273

18. Receivables from exchange transactions

Description	FY 2024/25	FY 2023/24
	Kshs	Kshs
Current Receivables		
Interest Receivable	-	-
Current Loan Repayments Due	-	-
Other Exchange Debtors	102,630,534.00	51,227,514.00
Less: Impairment Allowance	-	-
Total Current Receivables	102,630,534.00	51,227,514.00
Non-Current Receivables		
Long Term Loan Repayments Due	-	-
Total Non- Current Receivables	-	-
Total Receivables From Exchange Transactions	102,630,534.00	51,227,514.00

Notes to the Financial Statements Continued

Additional disclosure on interest receivable

Description	FY 2024/2025
	Kshs
Interest Receivable	
Interest receivable from current portion of long-term loans of previous years	-
Accrued interest receivable from of long-term loans of previous years	-
Interest receivable from current portion of long-term loans issued in the current year	-
Current loan repayments due	
Current portion of long-term loans from previous years	-
Accrued principal from long-terms loans from previous periods	-
Current portion of long-term loans issued in the current year	-

19. Prepayments

Description	FY 2024/2025
	Kshs
Prepaid Rent	-
Prepaid Insurance	-
Prepaid Electricity Costs	-
Other Prepayments (<i>Specify</i>)	-
Total	-

20. Inventories

Description	FY 2024/2025
	Kshs
Consumable Stores	-
Spare Parts And Meters	-
Catering	-
Other Inventories (<i>Specify</i>)	-
Total Inventories at The Lower of Cost and Net Realizable Value	-

Notes to the Financial Statements Continued

21. Investments in financial assets

Description	FY 2024/2025
	Kshs
a. Investment in Treasury bills and bonds	
Financial institution	
CBK	-
CBK	-
Sub- total	-
b. Investment with Financial Institutions/ Banks	
Bank x	-
Bank y	-
Sub- total	-
c. Equity investments (specify)	
Equity/ shares in Entity xxx	-
Sub- total	-
Grand total	-

(Entity should disclose whether the fixed investment financial assets are measured at amortised cost or at fair value through changes in net assets/ equity) Investments in equity should be measured at fair value through surplus or deficit. Other information to be disclosed includes: the interest rates, maturity dates, valuation methodology, and impairment of these investments.

Movement of Equity Investments

Impairment allowance/ provision	FY 2024/2025
	Kshs
At the beginning of the year	-
Purchase of investments in the year	-
Sale of investments during the year	-
Gain/(loss) in fair value of investments through surplus or deficit	-
At the end of the year	-

e) Shareholding in other entities

For investments in equity share listed above, list down the equity investments under the following categories:

Name of Entity where investment is held	No of shares			Nominal value of shares	Fair value of shares	Fair value of shares
	Direct shareholding	Indirect shareholding	Effective shareholding		Current year	Prior year
	%	%	%	Kshs	Kshs	Kshs
Entity A	-	-	-	-	-	-
Entity B	-	-	-	-	-	-
Entity C	-	-	-	-	-	-
	-	-	-	-	-	-

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Notes To The Financial Statements (Continued)

22. Property, plant and equipment

	Land and Buildings	Motor vehicles	Furniture and fittings	Computers and office equipment	Total
Cost	Kshs	Kshs	Kshs	Kshs	Kshs
At 1 st July 2023 (Previous FY)	-	-	985,000	1,923,300	2,908,300
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-
At 30 th June 2024 (Previous FY)	-	-	985,000	1,923,300	2,908,300
At 1 st July 2024 (Current FY)	-	-	985,000	1,923,300	2,908,300
Additions	-	-	538,750	779,650	1,318,400
Disposals	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-
At 30 th June 2025 (Current FY)	-	-	1,523,750	2,702,950	4,226,700
Depreciation And Impairment					
At 1 st July 2023 (Previous FY)	-	-	-	-	-
Depreciation	-	-	-	-	-
Impairment	-	-	-	-	-
At 30 th June 2024 (Previous FY)	-	-	-	-	-
At 1 st July 2024 (Current FY)	-	-	123,125	480,825	603,950
Depreciation	-	-	-	-	-
Disposals	-	-	-	-	-
Impairment	-	-	-	-	-

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Transfer/Adjustment	-	-	-	-	-	-
At 30 th June 2025 (Current FY)	-	-	123,125	480,825	603,950	-
Net Book Values	-	-	-	-	-	-
At 30 th June 2024 (Previous FY)	-	-	985,000	1,923,300	2,908,300	-
At 30 th June 2025 (Current FY)	-	-	1,400,625	2,222,125	3,622,750	-

Nyeri County Climate Change Fund

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

Notes To The Financial Statements (Continued)

23. Intangible assets

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Cost		
At Beginning of The Year	-	-
Additions	-	-
At End of The Year	-	-
Amortization And Impairment		
At Beginning of The Year	-	-
Amortization	-	-
At End of The Year	-	-
Impairment Loss	-	-
At End of The Year	-	-
NBV	-	-

24. Investment Property

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
At beginning of the year	-	-
Additions	-	-
Disposal during the year	-	-
Depreciation	-	-
Impairment	-	-
Gain/(loss) in fair value (if fair value is elected)	-	-
At end of the year	-	-

(For investment property held at fair value, changes in fair value should go through the statement of financial performance. Where cost model is elected, depreciation and impairment should not be charged. Investment measured at fair value should be evaluated at the end of the reporting period for changes in fair value.). Entity should disclose the independent valuers, rental income from the investment property if any and the direct costs attributed to the investment property. Any charges on the investment property as well as any difficulty in classifying this asset as an investment property.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025
Notes To The Financial Statements (Continued)

25. Trade and other payables from exchange transactions

Description	FY 2024/2025		FY 2023/2024	
	Kshs		Kshs	
Trade Payables	2,367,560		3,974,689.00	
Refundable Deposits (Retention)	4,675,470		-	
Accrued Expenses	-		-	
Other Payables	-		-	
Total Trade and Other Payables	7,043,030		3,974,689.00	
Ageing analysis (Trade and other payables)	FY 2024/2025	% of the Total	Comparative FY 2023/2024	% of the Total
Under one year	7,043,030	100	3,974,689	100
1-2 years	-	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (tie to above total)	7,043,030		3,974,689	

26. Provisions

Description	Leave provision	Gratuity Provision	Other provision	Total
	Kshs	Kshs	Kshs	Kshs
Balance b/f	-	-	-	-
Additional provisions	-	-	-	-
Provision utilised	-	-	-	-
Change due to discount and time value for money	-	-	-	-
Total provisions year end	-	-	-	-
Current Provisions	-	-	-	-
Non-Current Provisions	-	-	-	-

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025
Notes To The Financial Statements (Continued)

27. Borrowings

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Balance At Beginning of The Period	-	-
External Borrowings During the Year	-	-
Domestic Borrowings During the Year	-	-
Repayments of External Borrowings During the Period	-	-
Repayments of Domestic Borrowings During the Period	-	-
Balance At End of The Period	-	-

The table below shows the classification of borrowings into external and domestic borrowings:

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
External Borrowings		
Dollar Denominated Loan From 'X Organization'	-	-
Sterling Pound Denominated Loan From 'Y Organization'	-	-
Euro Denominated Loan from Z Organization'	-	-
Domestic Borrowings		
Kenya Shilling Loan From KCB	-	-
Kenya Shilling Loan from Barclays Bank	-	-
Kenya Shilling Loan from Consolidated Bank	-	-
Borrowings From Other Government Institutions	-	-
Total Balance at End of The Year	-	-

The table below shows the classification of borrowings long-term and current borrowings:

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
Total	-	-

(NB: the total of this statement should tie to note 22 totals. Current portion of borrowings are those borrowings that are payable within one year or the next financial year. Additional disclosures on terms of borrowings, nature of borrowings, security and interest rates should be disclosed). Borrowings should be measured at amortised cost as per IPSAS 41)

Nyeri County Climate Change Fund

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

Notes To The Financial Statements (Continued)

28. Employee benefit obligations

Description	Defined benefit plan	Post employment medical benefits	Other Provisions	FY 2024/2025	FY 2023/2024
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
Total	-	-	-	-	-

29. Social Benefit Liabilities

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
Total	-	-
Current social benefits	-	-
Non- current social benefits	-	-
Total (tie to totals above)	-	-

Social benefit schemes include benefits such as cash transfers for unemployment or elderly in line with IPSAS 42. They are incurred to mitigate against a certain social risk e.g poverty, age, unemployment among others.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025
Notes To The Financial Statements (Continued)

30. Cash generated from operations.

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Surplus/ (Deficit) For the Year Before Tax	-	-
Adjusted For:		
Depreciation	-	-
Amortisation	-	-
Gains/ Losses On Disposal Of Assets	-	-
Interest Income	-	-
Finance Cost	-	-
Working Capital Adjustments		
Increase In Inventory	-	-
Increase In Receivables	-	-
Increase In Payables	-	-
Net Cash Flow From Operating Activities	-	-

Notes To The Financial Statements (Continued)

31. Related party balances

a) Nature of related party relationships

Entities and other parties related to the Fund include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members. The fund/scheme is related to the following entities:

- a) The County Government;
- b) The Parent County Government Ministry;
- c) Key management;
- d) Board of Trustees; etc.

b) Related party transactions

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Transfers From Related Parties'	-	-
Transfers To Related Parties	-	-

c) Key management remuneration

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Board Of Trustees	-	-
Key Management Compensation	-	-
Total	-	-

d) Due from related parties

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Due From Parent Ministry	-	-
Due From County Government	-	-
Total	-	-

Other Disclosures Continued

e) Due to related parties

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Due To Parent Ministry	-	-
Due To County Government	-	-
Due To Key Management Personnel	-	-
Total	-	-

32. Contingent assets and contingent liabilities

Contingent Liabilities	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Court Case Xxx Against the Fund	-	-
Bank Guarantees	-	-
Total	-	-

Notes To The Financial Statements (Continued)

33. Financial risk management

The Fund's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Fund's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Fund 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 Fund's financial risk management objectives and policies are detailed below:

a) Credit risk

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

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June 2024				
Receivables From Exchange Transactions	-	-	-	-
Receivables From Non-Exchange Transactions	-	-	-	-
Bank Balances	-	-	-	-
Total	-	-	-	-
At 30 June 2025				
Receivables From Exchange Transactions	-	-	-	-
Receivables From Non-Exchange Transactions	-	-	-	-
Bank Balances	-	-	-	-
Total	-	-	-	-

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

Notes To The Financial Statements (Continued)

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

The entity has significant concentration of credit risk on amounts due from xx

The board of trustees sets the Fund's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

b) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Fund Administrator, who has 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 Fund 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
At 30 June (Current FY)				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	-	-	-	-
At 30 June (Comparative FY)				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	-	-	-	-

Notes To The Financial Statements (Continued)**c) Market risk**

The board has put in place an internal audit function to assist it in assessing the risk faced by the entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

The Fund'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 manner in which it manages and measures the risk.

i. 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 carrying amount of the entity's foreign currency-denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

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

The Fund manages foreign exchange risk from future commercial transactions and recognised assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments.

Notes To The Financial Statements (Continued)**Foreign currency sensitivity analysis**

The following table demonstrates the effect on the Fund's statement of financial performance 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

Description	Change in currency rate	Effect on surplus/ deficit	Effect on equity
	Kshs	Kshs	Kshs
(Current FY)			
Euro	-	-	-
USD	-	-	-
(Comparative FY)			
Euro	-	-	-
USD	-	-	-

occur if the Kenya Shilling appreciated with all other variables held constant.

ii. 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 Fund to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Fund's deposits.

Management of interest rate risk

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

Sensitivity analysis

The Fund analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs xxx (2022: Kshs xxx). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs xxx (2021 – Kshs xxx).

Notes To The Financial Statements (Continued)

d) Capital risk management.

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

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Revaluation reserve	-	-
Revolving fund	-	-
Accumulated surplus	-	-
Total funds	-	-
Total borrowings	-	-
Less: cash and bank balances	-	-
Net debt/(excess cash and cash equivalents)	-	-
Gearing		

34. Events after the reporting period

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

35. Ultimate and Holding Entity

The entity is a County Public Fund established by County Climate Change Act under the Ministry of National Treasury. Its ultimate parent is the County Government of Nyeri.

36. Currency

The financial statements are presented in Kenya Shillings (Kshs).

20. Annexes

Annex I: Progress on Follow Up Of Prior Year Auditor’s Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

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)
1	Underutilization of funds	Underutilization was occasioned by the late disbursement of funds which also happened in the period under review, however there is an improvement from the 8% prior year to 92% in the period under review.	Resolved	
2	Late submission of Financial Reports	The Financial Statements for the year ended 30th June 2024 were submitted late due to lack of a clear reporting template which was received after the reporting date. The submission of Financial Reports for the year ended 30th June 2025 was timely, on 29th August 2025	Resolved	

Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report.
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management.
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your Fund responsible for implementation of each issue.
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.

*Nyeri County Climate Change Fund
Annual Report and Financial Statements For the year ended June 30th 2025*

Fund Manager/Accounting Officer

A large, stylized handwritten signature in black ink, consisting of several overlapping loops and lines.

Date.....25-08-2025.

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Annex II: Inter-Fund Confirmation Letter


Nyeri County Climate Change Fund
P.O.Box 1343 Nyeri.

The Nyeri County Climate Change Fund wishes to confirm the amounts disbursed to you as at 30th June 2025 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by Nyeri County Climate Change Fund as at 30 th June 2025							
Reference Number	Date Disbursed	Amounts Disbursed by [FllocaFund] (Kshs) as at 30 th June 2025				Amount Received by [beneficiary Fund] (KShs) as at 30 th June 2025 (E)	Differences (KShs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
FT24186W4JDK	04/07/2024		49,227,514.00		49,227,514.00		
FT24190K44KZ	08/07/2024	2,000,000.00			2,000,000.00		
FT2423629BFC	23/08/2024	11,000,000.00			11,000,000.00		
FT25041414ND	10/02/2025		65,936,841.00		65,936,841.00		
FT25142B5TXF	22/05/2025		47,097,743.00		47,097,743.00		
Total					<u>175,262,098.00</u>		

On 10th July 2025, the program received the County Contribution balance for CCRIG amounting to Kshs 4,214,282.
 I confirm that the amounts shown above are correct as of the date indicated.

Head of Accountants department of beneficiary Fund:

Name: Martin Muriithi Sign  Date 25/08/2025

Nyeri County Climate Change Fund

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

Annex III: Reporting of Climate Relevant Expenditures

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
	Rehabilitation of Boreholes	Drilling and rehabilitate of boreholes	Rehabilitation of Boreholes			10,620,000	32,955,681.00		CGN and NWH&SA
	Fruit tree seedlings	Diversification of tree planting	Distribution of fruit tree seedlings		2,978,088.95	1,492,400			CGN
	Solar Dryers	Optimization of coffee production	Construction of solar dryers	4,934,431.20			6,752,055.50		CGN
	Jikos	Clean cooking solutions	Supply of institutional energy saving cook stoves		4,970,790				CGN
	Tanks and Pipes	Water harvesting and storage, extension of community water projects	Supply of upvc pipes and storage tanks	5,399,925			15,400,000		CGN, Omwasco and Mawasco

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Annex IV: Reporting on Disaster Management Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Annex V: Reporting on Pending Bills

County Government of Nyeri					
Department of Water Environment and Climate Change					
Pending Bills/Unpaid FY 2024/25					
S/No.	Supplier	Details	Date	Amount	Remarks
1	Kasarani Sportsview Hotel	Conferencing facility during flloca fund technical meeting	7th - 8th Oct 2024	89,200.00	
2	Paleo Hotel and Spa Ltd	Provision of conference facility during flloca reports preparations	3rd -4th April 2025	44,407.15	Initial amount was 45,200, an amount of 792.85 had been paid being withholding tax charged
3	C.O	Due diligence and tender evaluation exercise for flloca projects	11th to 14th June 2025	341,600.00	
Total				475,207.15	
Projects/Development					
S/No.	Supplier	Details	Date	P.O	Amont
1	Larry Tech Ventures	2 10,000Ltrs elevated tanks with 2" pipes for Kiboya borehole (Flloca)	30th June 2025	1677	1,892,353

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

ANNEX VI - F.O 30

COUNTY GOVERNMENT OF NYERI					
JULY 2024					
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30	
BANK RECONCILIATION					
FOR THE MONTH OF JULY 2024					
			Ksh	Ksh	Ksh
Balance as per Bank certificate:					87,036,641.00
Less:					
1 Payments in cash book not yet recorded in bank statement (Unpresented cheques)					
2 Receipts in bank statement not yet recorded in cash book					
Add:					
3 Payments in bank statement not yet recorded in cash book					
4 Receipts in cashbook not yet recorded in bank statement					
Balance as per Cash book					87,036,641.00
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>Walter Kimani</i></p> <p>Signature <i>Walter Kimani</i></p> <p>Reviewed by <i>Sestine Mwangi</i></p> <p>Signature <i>Sestine Mwangi</i></p>					
			ACCOUNTANT	<i>07/08/24</i>	Date
			Designation	<i>20/08/24</i>	Date
			FUND ADMINISTRATOR		
			Designation		

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
AUGUST 2024				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF AUGUST 2024				
			Ksh	Ksh
Balance as per Bank certificate:				98,036,641.00
Less:				
1 Payments in cash book not yet recorded in bank statement (Unpresented cheques)				
2 Receipts in bank statement not yet recorded in cash book				
Add:				
3 Payments in bank statement not yet recorded in cash book				
4 Receipts in cashbook not yet recorded in bank statement				
Balance as per Cash book				98,036,641.00
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p> <p>Reviewed by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p>				
			ACCOUNTANT	<i>03/09/24</i>
			Designation	Date
			FUND ADMINISTRATOR	<i>03/09/24</i>
			Designation	Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
SEPTEMBER 2024				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF SEPTEMBER 2024				
			Ksh	Ksh
Balance as per Bank certificate:				97,610,441.00
Less:				
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)			
2	Receipts in bank statement not yet recorded in cash book			
Add:				
3	Payments in bank statement not yet recorded in cash book			
4	Receipts in cashbook not yet recorded in bank statement			
Balance as per Cash book				97,610,441.00
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>Justin Kuria</i></p> <p>Signature <i>[Signature]</i></p> <p>Reviewed by <i>Beatrice Mutua</i></p> <p>Signature <i>[Signature]</i></p>				
			ACCOUNTANT	<i>09/10/24</i>
			Designation	Date
			FUND ADMINISTRATOR	<i>09/10/24</i>
			Designation	Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
OCTOBER 2024				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF OCTOBER 2024				
			Ksh	Ksh
Balance as per Bank certificate:				97,295,441.00
Less:				
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)			
2	Receipts in bank statement not yet recorded in cash book			
Add:				
3	Payments in bank statement not yet recorded in cash book			
4	Receipts in cashbook not yet recorded in bank statement			
Balance as per Cash book				97,295,441.00
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p> <p>Reviewed by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p>				
			ACCOUNTANT	<i>08/11/24</i>
			Designation	Date
			FUND ADMINISTRATOR	<i>08/11/24</i>
			Designation	Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
NOVEMEBR 2024				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF NOVEMBER 2024				
			Ksh	Ksh
Balance as per Bank certificate:				91,631,651.00
Less:				
1 Payments in cash book not yet recorded in bank statement (Unpresented cheques)				
2 Receipts in bank statement not yet recorded in cash book				
Add:				
3 Payments in bank statement not yet recorded in cash book				
4 Receipts in cashbook not yet recorded in bank statement				
Balance as per Cash book				91,631,651.00
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i> ACCOUNTANT Designation</p> <p>Reviewed by <i>[Signature]</i> FUND ADMINISTRATOR Designation</p> <p>Signature <i>[Signature]</i></p> <p>Date <i>06/12/24</i></p> <p>Date <i>06/12/24</i></p> <p>Date</p>				

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
DECEMBER 2024				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF DECEMBER 2024				
			Ksh	Ksh
Balance as per Bank certificate:				87,860,062.05
Less:				
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)			
2	Receipts in bank statement not yet recorded in cash book			
Add:				
3	Payments in bank statement not yet recorded in cash book			
4	Receipts in cashbook not yet recorded in bank statement			
Balance as per Cash book				87,860,062.05
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>Walter Kimani</i></p> <p>Signature <i>[Signature]</i></p> <p>Reviewed by <i>Bernice Muteri</i></p> <p>Signature <i>[Signature]</i></p>				
			ACCOUNTANT	<i>[Signature]</i>
			Designation	Date
			FUND ADMINISTRATOR	<i>07/01/25</i>
			Designation	Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI					
JANUARY 2025					
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30	
BANK RECONCILIATION					
FOR THE MONTH OF JANUARY 2025					
			Ksh	Ksh	Ksh
Balance as per Bank certificate:					84,519,862.05
Less:					
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)				
2	Receipts in bank statement not yet recorded in cash book				
Add:					
3	Payments in bank statement not yet recorded in cash book				
4	Receipts in cashbook not yet recorded in bank statement				
Balance as per Cash book					84,519,862.05
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p> <p>Reviewed by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p>					
			ACCOUNTANT		
			FUND ADMINISTRATOR		
			Designation		
			Designation		
					<i>[Signature]</i>
					Date
					<i>[Signature]</i>
					Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
FEBRUARY 2025				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF FEBRUARY 2025				
			Ksh	Ksh
Balance as per Bank certificate:				150,399,603.05
Less:				
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)			
2	Receipts in bank statement not yet recorded in cash book			
Add:				
3	Payments in bank statement not yet recorded in cash book			
4	Receipts in cashbook not yet recorded in bank statement			
Balance as per Cash book				150,399,603.05
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>Martin Mwangi</i> Signature <i>M.M.</i></p> <p>Reviewed by <i>Esther Mwangi</i> Signature <i>EM</i></p>				
			ACCOUNTANT	
			Designation	
			FUND ADMINISTRATOR	
			Designation	
				<i>06/03/25</i> Date
				<i>06/03/25</i> Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
MARCH 2025				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF MARCH 2025				
		Ksh	Ksh	Ksh
Balance as per Bank certificate:				139,289,923.05
Less:				
1 Payments in cash book not yet recorded in bank statement (Unpresented cheques)				
2 Receipts in bank statement not yet recorded in cash book				
Add:				
3 Payments in bank statement not yet recorded in cash book				
4 Receipts in cashbook not yet recorded in bank statement				
Balance as per Cash book				139,289,923.05
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>Martin Muriithi</i></p> <p>Signature <i>[Signature]</i></p> <p>Reviewed by <i>Bertice Muriithi</i></p> <p>Signature <i>[Signature]</i></p>				
		ACCOUNTANT		
		FUND ADMINISTRATOR		
		Designation	Designation	Designation
			07/04/25	
			Date	Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
APRIL 2025				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF APRIL 2025				
			Ksh	Ksh
Balance as per Bank certificate:				139,045,323.05
Less:				
1 Payments in cash book not yet recorded in bank statement (Unpresented cheques)				
2 Receipts in bank statement not yet recorded in cash book				
Add:				
3 Payments in bank statement not yet recorded in cash book				
4 Receipts in cashbook not yet recorded in bank statement				
Balance as per Cash book				139,045,323.05
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p> <p>Prepared by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p> <p>Reviewed by <i>[Signature]</i></p> <p>Signature <i>[Signature]</i></p>				
			ACCOUNTANT	<i>[Signature]</i>
			Designation	Date
			FUND ADMINISTRATOR	<i>[Signature]</i>
			Designation	Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI				
MAY 2025				
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30
BANK RECONCILIATION				
FOR THE MONTH OF MAY 2025				
			Ksh	Ksh
Balance as per Bank certificate:				181,518,830.65
Less:				
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)		2,887,019.75	
2	Receipts in bank statement not yet recorded in cash book			
Add:				
3	Payments in bank statement not yet recorded in cash book			
4	Receipts in cashbook not yet recorded in bank statement			
Balance as per Cash book				178,631,810.90
<p>I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.</p>				
Prepared by	<i>Martin Mwangi</i>			
Signature	<i>[Signature]</i>	ACCOUNTANT		09/06/25
Reviewed by	<i>Bastien Mwangi</i>	FUND ADMINISTRATOR		<i>[Signature]</i>
Signature	<i>[Signature]</i>			Date

Nyeri County Climate Change Fund
Annual Report and Financial Statements for the year ended June 30, 2025

COUNTY GOVERNMENT OF NYERI					
JUNE 2025					
ACCOUNT NAME : NYERI COUNTY CLIMATE CHANGE FUND-KES				F.O 30	
BANK RECONCILIATION					
FOR THE MONTH OF JUNE 2025					
			Ksh	Ksh	Ksh
Balance as per Bank certificate:					119,462,928.75
Less:					
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)			72,854,170.45	
2	Receipts in bank statement not yet recorded in cash book				
Add:					
3	Payments in bank statement not yet recorded in cash book				
4	Receipts in cashbook not yet recorded in bank statement			4,214,282.00	
Balance as per Cash book					50,823,040.30

I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.

Prepared by	<i>[Signature]</i>		
Signature	<i>[Signature]</i>	ACCOUNTANT	<i>[Signature]</i>
		Designation	Date
Reviewed by	<i>[Signature]</i>	FUND ADMINISTRATOR	<i>[Signature]</i>
		Designation	Date
Signature	<i>[Signature]</i>		