


REPUBLIC OF KENYA



PARLIAMENT
OF KENYA
LIBRARY

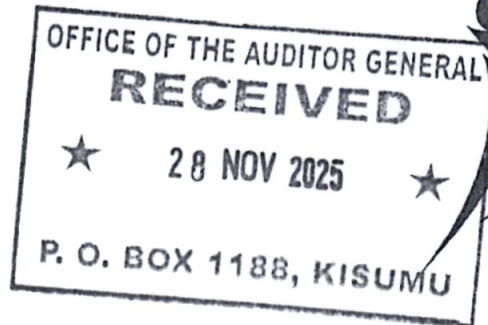
 REPORT THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 11 FEB 2026	DAY. Wednesday
TABLED BY: OF	Hon. (Dr.) Robert Pukosa on behalf of leader of Majority
CLERK AT TABLE:	Lorata

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – ALEGO USONGA
CONSTITUENCY**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

ALEGO USONGA CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th JUNE 2025**

**Transitional IPSAS Financial Statements under International Public Sector Accounting
Standards (IPSAS)**

Table of Contents	Page
1. Acronyms and Definition of Key Terms	iii
2. Key Constituency Information and Management	iv
3. NGCDF Committee.....	viii
4. NG-CDFC Chairman’s Report	xii
5. Statement of Performance against Predetermined Objectives for FY2024/2025	xx
6. Governance Statement	xxii
7. Management Discussion and Analysis	xxxiii
8. Environmental and Sustainability Reporting	xxxvii
9. Statement of Management Responsibilities	xli
10. Report Of the Independent Auditor on the NGCDF- Alego Usonga Constituency.....	xlili
11. Statement of Financial Performance for the Year Ended 30th June 2025.....	1
12. Statement of Financial Position as At 30th June, 2025	2
13. Statement of Cash Flows for the Year Ended 30th June 2025	5
14. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025	6
16. Budget Execution by Sectors And Projects For The Year Ended 30 th June 2025	9
17. Notes to the Financial Statements.....	21
18. Annexes.....	59

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

1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

Fiduciary Management

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

No	Designation	Name
1.	AIE holder	Mr. Amos Apollo
2.	National Sub-County Accountant	Mr. George Okongo
3.	Chairman NGCDFC	Mr. George Odede
4.	Member NGCDFC	Mr. Charles Oriwa
5.	Member NG CDFC	Mr. Kevine Odhiambo (deposit bank account)

(c) Fiduciary Oversight Arrangements

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

(d) NGCDF Alego Usonga Constituency Headquarters

Alego Usonga NG-CDFC Building
First floor-Along Rabango Road/Highway
P.O Box **34-40600-Siaya, Kenya**

(e) NGCDF Alego Usonga Constituency Contacts

P.O. Box 34-40600, Siaya
Telephone: (254) 0714673959
E-mail: cdfalegousonga@ngcdf.go.ke
Website: **Website: www.ngcdf.go.ke**

(f) NGCDF Alego Usonga Constituency Bankers

1. Operational account
Equity Bank Siaya Branch
P.O. Box 34-40600
Siaya, Kenya
2. Deposit Account
Equity Bank of Kenya
P.O. Box 75104-00200
Nairobi
3. Project management committee Accounts
Equity Bank Siaya Branch
P.O Box 34-40600
Siaya




(g) Independent Auditor

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




(h) Principal Legal Adviser

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




3. NGCDF Committee

Name	Details
 <p data-bbox="193 725 512 792">George Ogollah Odede Chairman</p>	<p data-bbox="560 360 1505 539">He was born on 23rd July 1963. He is a retired Teacher. He has a degree in BA Arts in education. He joined Alego Usonga constituency in November 2022 as the chairperson of NG-CDFC Alego Usonga. He was a head teacher for 27 years</p>
 <p data-bbox="209 1167 496 1232">Linda Awuor Mboha Secretary</p>	<p data-bbox="560 801 1505 1010">She was born on 1st January 1952. She is A business Lady She has a degree in Bachelor of science in education. She joined Alego Usonga constituency in November 2022 as the secretary of the NG-CDFC Alego Usonga. She has been in business for ten years.</p>
 <p data-bbox="204 1675 501 1738">Beatrice Atieno Jaoko Member</p>	<p data-bbox="560 1240 1505 1384">She was Born on 5th July 1977 She is a peasant Farmer. She joined Alego Usonga constituency in November 2022 as the female adult representative of the NG-CDFC Alego Usonga.</p>

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

 <p>Jacob Ochieng Dollah Member</p>	<p>He was born on 1st January 1968. He has a qualification of O-level. He joined Alego Usonga constituency in November 2022 as the representative for people living with disabilities member of the NG-CDFC Alego Usonga. He has been in business for five years.</p>
 <p>Mathews Okoth Otieno Member</p>	<p>He was Born on 2nd February 1990 and holds an O-level certificate. He joined Alego Usonga constituency in November 2022 as the Male youth Representative member of the NG-CDFC Alego Usonga. He's been a technician in Electrical Engineering for Six Years.</p>
 <p>Jecynter Auma Ogollah Member</p>	<p>She was born on 15th February 1990 and holds a diploma in secretariat She joined Alego Usonga constituency in November 2022 as the female youth representative member of the NG-CDFC Alego Usonga. He has been in business for seven years.</p>

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

 <p>Kevine Odhiambo Member</p>	<p>He was Born on 2nd February 1992 and holds an O-level certificate. He joined Alego Usonga constituency in November 2022 as Co-opted member of the NG-CDFC Alego Usonga. He's been a technician in plumbing for Seven Years.</p>
 <p>Charles Onyango Oriwa Member</p>	<p>He is an adult male representative born on 1st October 1976. He has a qualification of O-level. He joined Alego Usonga constituency in November 2022. He has been in business for seven years.</p>
 <p>Robert Kimutai Ngetich Member</p>	<p>He was born on 5th April 1975 and is the Deputy County commissioner. He holds a degree in disaster management and international relations. He joined Alego Usonga NG-CDFC in June 2025.</p>

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



Amos Apollo
Fund Account Manager

He was born on 12th Dec 1967 and is the Fund Account Manager.
He holds M.A in Economics .

4. NG-CDFC Chairman's Report



**Mr. George Odede
Chairman Alego Usonga NGCDF Committee**

Being the chair of the body laying policies and overseeing the expenditure of the funds received by the constituency from the board, I am pleased to present to you the annual report and financial statement for the year ended 30th June 2025. The financial statements set out below were prepared on accrual basis of accounting regulated by the international public sector accounting standards.

Alego Usonga NG-CDF aspires to be the best constituency in utilization of NGCDF funds in meeting the objectives of the fund that eventually leads to development in the lowest level of the nation. This is achieved by the constituency through satisfying the community needs and promoting good governance in management of the fund. The establishment of the fund was centered on channeling funds to grass root communities by enabling them to implement the projects identified through public participation.

We have had not able success in implementation of projects especially those that transform lives of our community in the constituency through areas such as Education, security, climate change mitigation and bursary awards to needy students within Alego Usonga constituency.

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

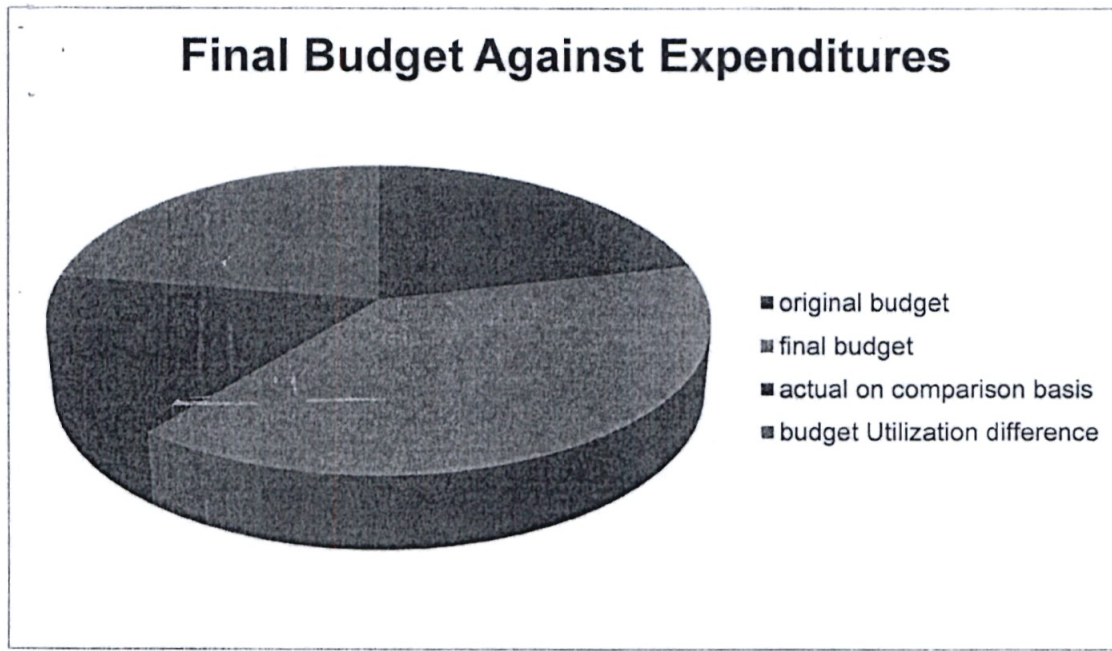
In the current financial year, Alego Usong NG-CDF had a total budget allocation of ksh. 188,414,052 presented to the Board. In general, the NG-CDF received a total of ksh. 142,000,000 . Compared to the previous financial year, Alego Usonga NG-CDF Received 75% of funds from the board an increase of 10.2%.

Despite the delay in disbursement of funds, we have been able to implement and complete more than 60% of projects. A number of new schools (both primary and secondary) were established by purchasing land and initiation of classroom construction. We were also able to expand infrastructure, mainly classrooms, in the existing schools. The fund has been able to acquire school buses to three secondary schools. These are the first buses to be purchased by the funds in Alego Usonga constituency since inception. Through the fund, Alego Usonga NG-CDF has ensured establishment of new security offices such as Sumba Assistant Chiefs office and Siaya police station. There has been improvement in the environmental activities that has enhanced climate change mitigation through afforestation.

Despite the successes achieved, there were challenges encountered along the way. This includes delays in disbursement of funds from the CDF Board, low capacity to implement projects by the PMCs hence there is need for training and inadequate allocation by the NG-CDF Board which makes it impossible to implement the number of projects proposed by the community. It also leads to little allocation to projects hence unable to complete all the budgeted projects in one financial year.

a. Pie chart showing utilization difference against total budget.

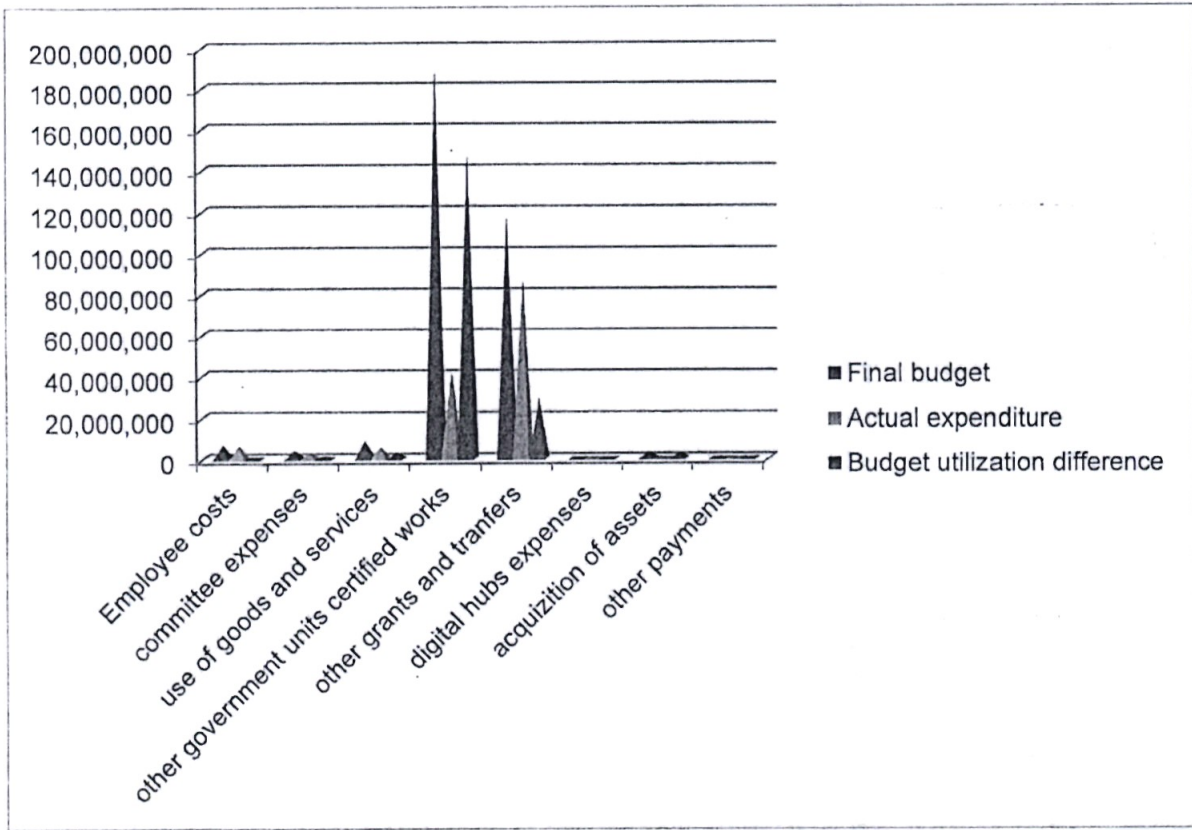
Original Budget	188,414,052.00
Final Budget	300,260,296.00
Actual on Comparable Basis	253,846,244.00
Budget Utilization Difference	46,414,052.00



b. Bar chart showing utilization difference against total budget.

Expenses	Final budget	Actual expenditure	Budget utilization difference
Employee costs	6,612,478	4,776,292	1,836,186
Committee expenses	3,923,966	1,935,990	1,987,976
Use of Goods and Services	11,488,101	8,353,003	3,235,098
Other Government Units Certified Works	118,128,875	46,906,742	71,220,133
Other Grants and Transfers	99,001,890	75,809,073	23,192,817
Digital Hubs Expenses	5,247,634	5,000,000	247,633
Acquisition of assets	0	0	0
Other payments	4,500	0 -	4,500

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



From the above analysis the performance of Alego Usonga NG-CDF has been commendable given the circumstances and this was as a result of team work among the NG-CDFC and other stakeholders.

The construction of additional classrooms reduced the challenges that the various schools were facing more so the Junior Secondary schools. Bursaries issued to other 15,000 students across the constituency enabled the needy students to learn without interruptions

Rural Electrification project enabled connectivity of electricity to large number of homes thus making their economic activities effective and efficient.

KEY ACHIEVEMENTS

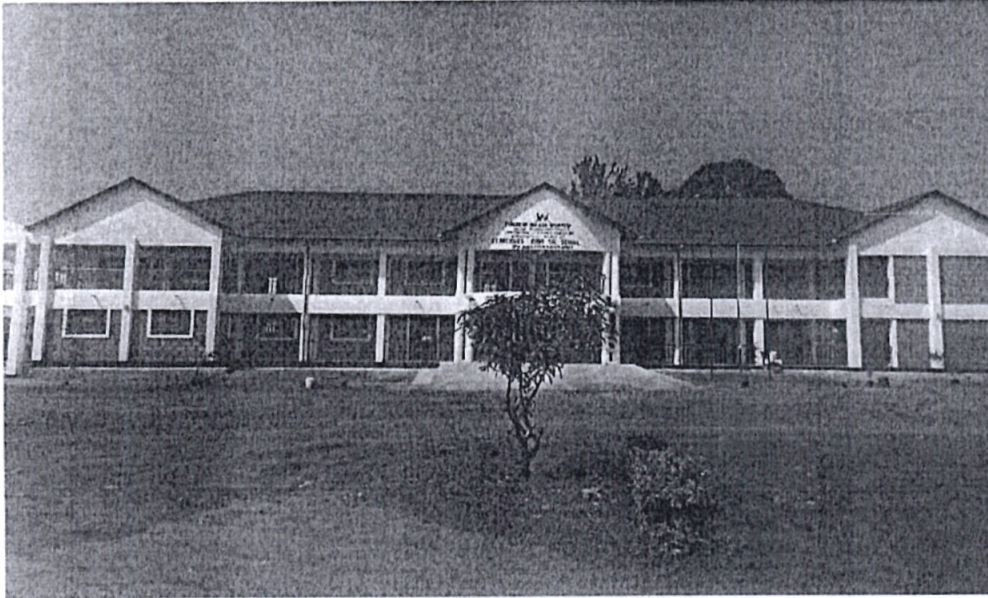
The following are some of the key projects that have been undertaken.



Project 1: Sidundo Primary school: renovation of 2 No classrooms



Project 2: Matera Primary School



Project 3: Boro Secondary School

Emerging issues

The following are some of the emerging issues that are experienced as a result of the current economy.

1. Restructuring of the Education Funding

The move by the government to restructure the education funding for the tertiary institutions through changing of the HELB funding structure has brought a lot of pressure to the NGCDF Bursary Funds as many students are now seeking for scholarships from the constituency to enable them continue with their studies

2. Junior Secondary School

The introduction of the Junior Secondary School through the CBC Education system has brought a lot of pressure to the existing facilities in various primary schools. There is need for construction and equipping of new classrooms and laboratories to accommodate the students.

3. Inflation Rates

With the current economic position where the rate of exchange of Kenyan shillings to dollar continues to rise, there has been an increase in the cost of construction materials. Hence those projects that were submitted to the board before inflation may not be completed with the original budgeted cost necessitating need for variations and additional funding.

Challenges and solutions

- Many projects delayed due to late disbursement of public funds. We hope that this will improve to enable us do the projects in time. We have however been able to utilize the funds adequately as they are disbursed by the Board
- There is also a challenge in the education funds set for bursary. The number of needy students within Alego Usonga constituency is too high compared to the available funds for the same. We wish to increase the amount allocated to bursary funds in the coming financial years.
- Getting Acknowledgement Receipts from the members of the Public when they are issued with bursary has been a challenge. We have been able to disburse combined cheque to those schools that are closer or where students are many in one school and this has enabled us get a few Bursary Acknowledgement Receipts and hence meet the requirements set for the same. We have also been doing civic education and awareness of the need for the bursary beneficiaries to bring back bursary acknowledgement receipts from the institutions once they have collected their cheques and taken them to schools.

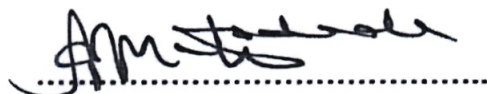
*National Government Constituencies Development Fund (NGCDF)
Alego Usonga Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

Otherwise the impact of the NG-CDF kitty is felt in the constituency and we hope and pray that the fund lives longer and longer in order to impact positively more and more lives in Kenya.

Way forward

As we appreciate the continued support from the National Government in making slight additions to the kitty, we however regrettably wish to say that it's not enough to assist the constituency make the rapid anticipated challenge of providing proper infrastructure for the education sector and security organs. The National Government should seriously consider the re-introduction of the poverty index scheme for the distribution of the national cake.

- It's common knowledge that there are certain pocket of regions in this country that have a high poverty index like Alego Usonga and they have to be jump started economically to catch up with region that have huge strides in matters development.
- We remain committed as a committee to ensure that the fund makes the expected impact in the constituency in terms of enabling needy and bright students attend and complete their formal education in a convenient environment.
- We are also focused to ensure our constituency achieve the lowest regional and national crime indices



George Ogollah Odede
Chairman NGCDF Committee

5. Statement of Performance against Predetermined Objectives for FY2024/2025

Introduction

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

The key development objectives of the **NGCDF Alego Usonga Constituency 2022-2027** plan are:

1. To improve on security issues within the constituency and facilitate access to electricity to villages within the constituency.
2. To improve infrastructure in learning institutions and facilitate uninterrupted learning to needy students within the constituency through issuance of bursaries.
3. To provide aid in case of emergencies
4. To curb soil erosion and promote planting of environment friendly trees to improve forest cover within the constituency.

Progress on the attainment of Strategic development objectives

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

Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary’s beneficiaries	In FY 2024/2025- Alego Usonga NGCDF We constructed a number of classrooms in secondary schools and primary schools. The number of Students who benefited with Bursary stood at 7500.

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

			at all levels	
Security	To have modern police station and post at the constituency	Access quality police services and reduce crime rate	Number of crime reported	Alego Usonga CDF Constructed chiefs camps and Construction of Parking bay.
Environment	Have clean and healthy environment	Access to good sanitation facilities	No of sanitary facilities constructed	Alego Usonga NG-CDF office did climate change mitigation in the various Public institutions.
Emergency	To cater for unforeseen occurrences in the constituency	Preparedness and ready for any unforeseen events and occurrences	No of unbudgeted projects in the constituency	Alego US NG CDF catered for unforeseen events in the education and security sectors the office constructed 6 door pit latrines in 4 primary schools. <ul style="list-style-type: none"> 1. Ngiya Girls Boarding 2. Uloma Kodero 3. Siaya Township Secondary 4. Siaya Police Station.

6. Governance Statement

a) Introduction

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

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

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

Further the NG-CDF regulations require that one to serve as member of the NGCDF committee he or she must be;

- a) citizen of Kenya
- b) ordinarily resident voter of the constituency
- c) able to read and write and communicate in English and Kiswahili
- d) meet the chapter six of the constitution
- e) Available to participate in the activities of the constituency
- f) For youth nominee he or she must have attained age of 18 years but below age of 35yrs and
- g) For persons with disability nominee must be nominated by a registered group representing persons with disability within the constituency.

b) Appointment of National Government Constituency Development Fund Committee

- (1) There is established a National Government Constituency Development Fund Committee for every constituency.
- (2) Each Constituency Committee shall comprise of—
- (a) the national government official responsible for co-ordination of national government functions;
 - (b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
 - (c) Two women nominated in accordance with subsection (3). one of whom shall be a youth at the date of appointment;
 - (d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
 - (e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - (f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - (g) One member co-opted by the Board in accordance with Regulations made by the Board.
- (3) The seven persons referred to in subsection (2)(b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
- (4) The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the Board.
- (5) The Regulations made under subsection (3) shall be submitted to the National Assembly for approval before publication by the Board.
- (6) The first meeting of the Constituency Committee shall be convened within one hundred and twenty days of the commencement of a new term of Parliament or the date of the holding of a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency.

(7) The quorum of the Constituency Committee shall be one half of the total membership.

(8) The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

(9) The Fund account manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.

(10) Whenever a vacancy occurs in the Constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of one hundred and twenty days.

(11) The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

c) Process of Formation of the NGCDF Committee

To facilitate this, the selection panel invited interested and qualified members of the public for appointment to the NG-CDF committee. The panel invited the public through advertisement publicized in churches, public offices notice boards at the chiefs and assistant Chiefs offices and other public areas in the constituency.

Name	Category	Statutory Provision Under Ng-Cdf
George Ogollah Odede	Male Adult Representative	Appointment, Pursuant To Sect. 43(2)(B)
Jecynter Auma Ogollah	Female Youth Representative	Appointment, Pursuant To Sect. 43(2)(C)
Beatrice Atieno Jaoko	Female Adult Representative	Appointment, Pursuant To Sect. 43(2)(C)
Jacob Ochieng Dollah	Representative Of Persons Living With Disabilities	Appointment, Pursuant To Sect. 43(2)(D)

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

Name	Category	Statutory Provision Under Ng-Cdf
Mathews Okoth Otieno	Male Youth Representative	Appointment, Pursuant To Sect. 43(2)(E)
Linda Awuor Mboha	Female Adult Representative	Appointment, Pursuant To Sect. 43(2)(E)
Charles Onyango Oriwa	Male Adult Representative	Appointment, Pursuant To Sect. 43(2)(B)
Kevin Odhiambo	Co-opted member	NG-CDFC Member
Robert Ng'etich	Deputy County Commissioner	NG-CDFC Member
Amos Apollo	Fund Account Manager	NG-CDFC Member

The above committee was gazetted on 21st May 2025 by the Chief Executive Officer of the Board via Gazette Notice Vol. CXVII-No. 98

The members took over the office on the first meeting on 11th June 2025 and went through the process electing the chairperson and the secretary of the committee. The following members were elected.

- | | | |
|----------------|-----------------------------------|-----------------|
| 1. Chairperson | - Mr. George Ogollah Odede | ID No. 8915479 |
| 2. Secretary | - Mrs. Linda Awuor Mboha | ID No. 20284088 |

During its first meeting, a Constituency Committee established Sub-Committees necessary for the proper performance of its functions in accordance with the guidelines issued by the Board. The two sub-committee are as follows:

- i. Bursary Sub Committee
- ii. Monitoring and evaluation Sub Committee

The following were appointed to the different committee

a. Bursary committee

1. George Ogollah Odede - Chair
2. Linda Awuor Mboha - secretary
3. Charles Onyango Oriwa -member

b. Monitoring and evaluation Sub Committee

1. Beatrice Atieno Jaoko - Member
2. George Ogollah Odede - chair
3. Mathews Okoth Otieno - Member

The chairperson and the secretary are members of all the committees. The DCC is the member of the complaints committee, while representative from the ministry of education office is also co-opted to be in the Bursary committee.

d) The NG-CDF tenure

The term of office for the members of the Constituency Committee is two years and will be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act. The previous committee handed over the office on 31st May and the new committee became active immediately for a period of two years till 31st March 2027 as per the constituency guidelines.

e) Roles and functions of NG-CDFC

The functions of the National Government Constituency Development Fund Committees members as stipulated in NG-CDF Regulations 2016(11) are;

- Convene public meetings in every ward in the constituency to deliberate to on development matters.
- Deliberate on project proposals and any other projects considers beneficial to constituency.
- List of projects to be submitted in accordance with the Act to be submitted to the to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.
- Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of

project management committees and sensitize the Community on the operations of the Fund

- Ensure that all projects receive adequate funding and are completed within three years.
- Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
- Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act.
- Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- Enter into performance contracting with the Board on an annual basis.

f) Removal of NG-CDFC Members

Section 43(13) of the Act provides that a member of the Constituency Committee may be removed from office on any one or more of the following grounds-

- (i) lack of integrity;
- (ii) gross misconduct;
- (iii) embezzlement of public funds;
- (iv) bringing the committee into disrepute through unbecoming personal public conduct;
- (v) promoting unethical practices
- (vi) causing disharmony within the committee;
- (vii) Physical or mental infirmity.

A decision to remove a member under subsection (13) is made through a resolution of at least five members of the Committee and the member ought to be removed shall be given a fair hearing before the resolution is made.

In Alego Usonga the NG-CDFC has found four (4) members to have contravened the laid down regulations and law to warrant removal. The due process is ongoing and the Board is yet to give its verdict.

g) Handing over

The handing over of office by the outgoing NG-CDF Committee to the incoming committee was carried out smoothly on 31st May 2025.

h) Training of NG-CDFC Members

In the financial year 2024/2025 the NGCDF Board organized training of NGCDFC members. During the training, critical areas were handled. This enabled the committee to acquire knowledge and skills to ensure effective and efficient management of NG-CDF Alego Usonga. Trained issues were as stated below:

1. Strategic Planning & Performance Contracting
2. Rationale for Strategic Planning & PC at NG-CDF
3. Complaints handling mechanism
4. Conduct of meetings and minute writing
5. Minutes filing
6. Effective Communication and ICT Solutions
7. Brand Management
8. Project Cycle Management in NG-CDF operations
9. Technical aspects of Project Planning and Management
10. Architectural plan
11. Bill of Quantities description, interpretation and utilization in Project
12. Technical aspects of Project Planning and Management
13. Monitoring and Evaluation of NG-CDF Projects
14. Taxation in NG-CDF operations
15. Public Finance Management in NG-CDF Operations
16. Role of the committee in financial management.

i) Number of Meetings Held

According to the NG-CDF Act 2015, Section 43(1), the NGCDF Committee is required to hold a maximum of 24 meetings in a year including any subcommittee meetings. Alego Usonga Constituency Held a total of 12 meetings in the financial year 2024-2025 and the attendance was as follows.

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

NO	NG-CDFC COMMITTEE MEMBERS	22nd July 2024	8th August 2024	14th Nov 2024	2nd Jan 2024	17th Dec 2024	30th Jan 2025	4th Feb 2025	16th Feb 2025	18th Feb 2025	28th Feb 2025	8th April 2025	11th June 2025
1	George Ogollah Odede -Chair	√	√	√	√	√	√	√	√	√	√	√	√
2	Charles Onyango Oriwa-Member	√	√	√	√	√	√	√	√	√	√	√	√
3	Jecynte Auma Ogollah-Member	√	√	√	√	√	√	√	√	√	√	√	√
4	Linda Awuor Mboha- Secretary	√	√	√	√	√	√	√	√	√	√	√	√
6	Robert Ng'etich DCC	√	√	√	√	√	√	√	√	√	√	√	√
8	Beatrice Atieno Jaoko- member	√	√	√	√	√	√	√	√	√	√	√	√
9	Jacob Ochieng Dollah- Member	√	√	√	√	√	√	√	√	√	√	√	√
10	Mathews Okoth Okello-member	√	√	√	√	√	√	√	√	√	√	√	√

j) Remuneration Rates

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance Kshs. 7,000 per meeting and all other members an allowance of Kshs.5, 000 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

k) Disclose the policy on conflict of interest

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2024/2025 no member of NGCDFC Alego Usonga contravened conflict of interest policy.

l) Succession plan

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

m) Ethics & Conduct

Members of NGCDFC are required to observe the following ethical issues

- i. Confidentiality-the NGCDFC members have a responsibility to ensure confidentiality unless in situations required by law.
- ii. Honesty and integrity-NGCDFC members have a duty to declare any private interest relating to their public duties and to take steps to resolve any conflict arising in a way that protects the public interest.
- iii. Leadership- NGCDFC members should promote leadership in the constituency.

During the financial year 2024/2025, most members of NGCDFC Alego Usonga adhered to the above ethical issues

n) Members Remuneration

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NG-CDFC is entitled to an allowance Ksh. 7,000 per meeting and all other members an allowance of Ksh. 5,000 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

o) Disclose policy on conflict of interest

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2024/2025 no member of NGCDFC Alego Usonga contravened conflict of interest policy.

p) Risk management

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

Some of the risk mitigation strategies that NGCDFC Alego Usonga has implemented include the following: Implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of

remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

7. Management Discussion and Analysis

The National Government Constituency Development Fund has been instrumental in Kenya's development. As it has allocated billions of shillings to various constituencies since its inception. Here's an overview of Alego Usonga NG-CDF operational and financial performance over the past five years.

Financial Year	Amount allocated	AMOUNT DISBURSED	EXPENDITURE
2020/2021	137,088,879	125,088,879	120,900,400
2021/2022	137,088,879	115,000,000	94,681,306
2022/2023	151,960,174	88,960,174	80,920,170
2023/2024	208,261,734	132,180,210	185,373,215
2024/2025	188,414,052	142,000,000	210,396,533

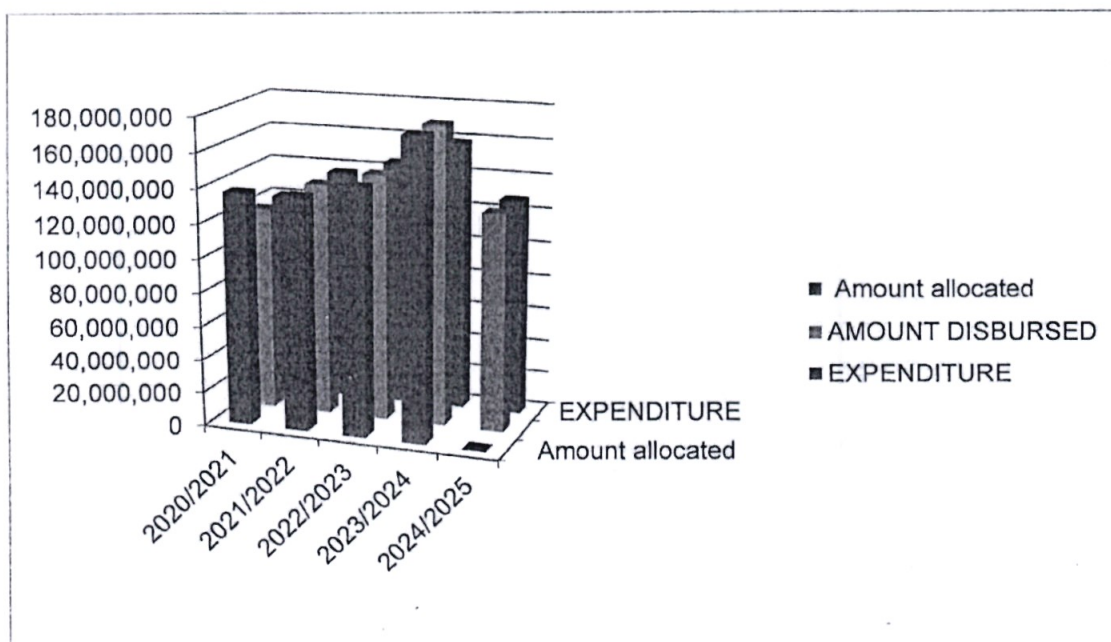


Figure 1. Alego Usonga NG-CDF Financial Performance

Operational Performance:

Alego Usonga NG-CDF has implemented various projects across the constituency, focusing on education, security, and infrastructure development.

The fund has been instrumental in

- a. Education: Funding schools, classrooms and bursaries
- b. Security: Constructing National Government Administration offices, chief's/assistant chief's offices and police offices.

- c. Infrastructure Development: Supporting various infrastructural projects.
- d. Climate Change Mitigation: Enhancing conservation and restoration of forests in the constituency.

Key projects implemented.

1. Matera Primary School

Background information of Matera Primary School

Matera Primary School is a school with rapid population .

Location

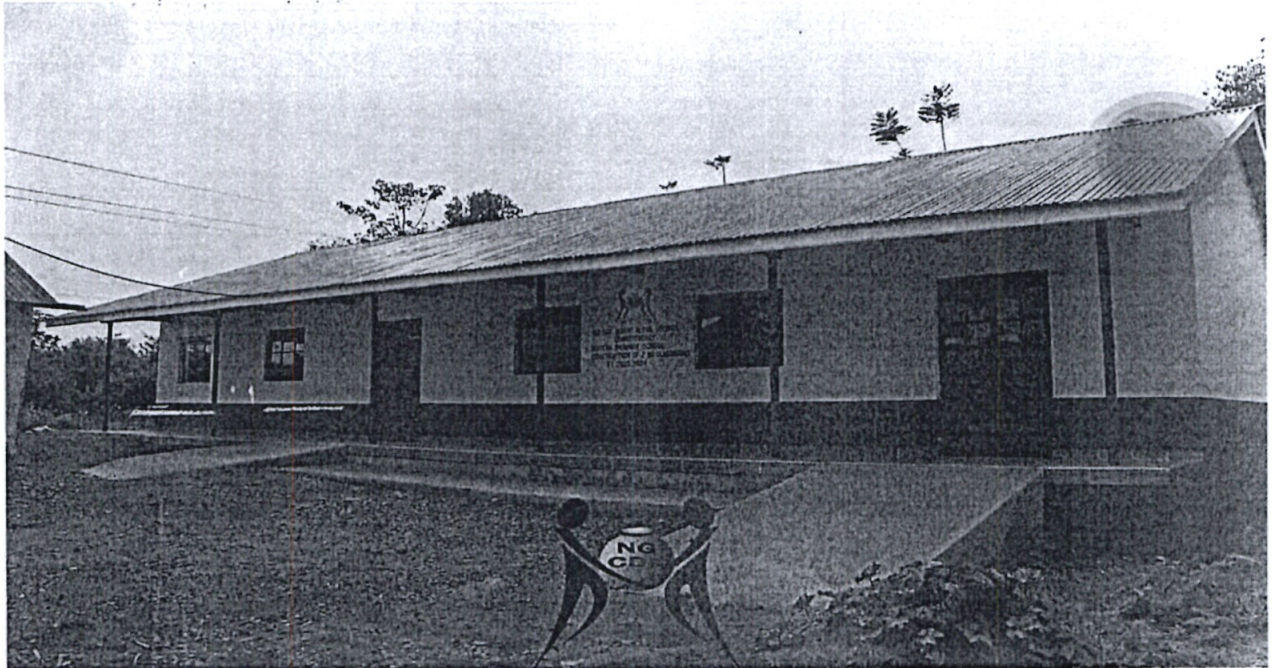
This project is situated at Siaya, in South East Ward.

Activities done

- i. Construction to completion of Matera Primary School.

Anticipated Project Impact

The project has led to improved learning environment to learners.



2. Boro Secondary school

Background information of Boro Secondary school

Boro Secondary school is an old school situated in Central Alego Ward. It is a school with a rapid growing population. It has a small piece of land thus to save on space, Alego Usonga NG-CDF built a storey building for classrooms.

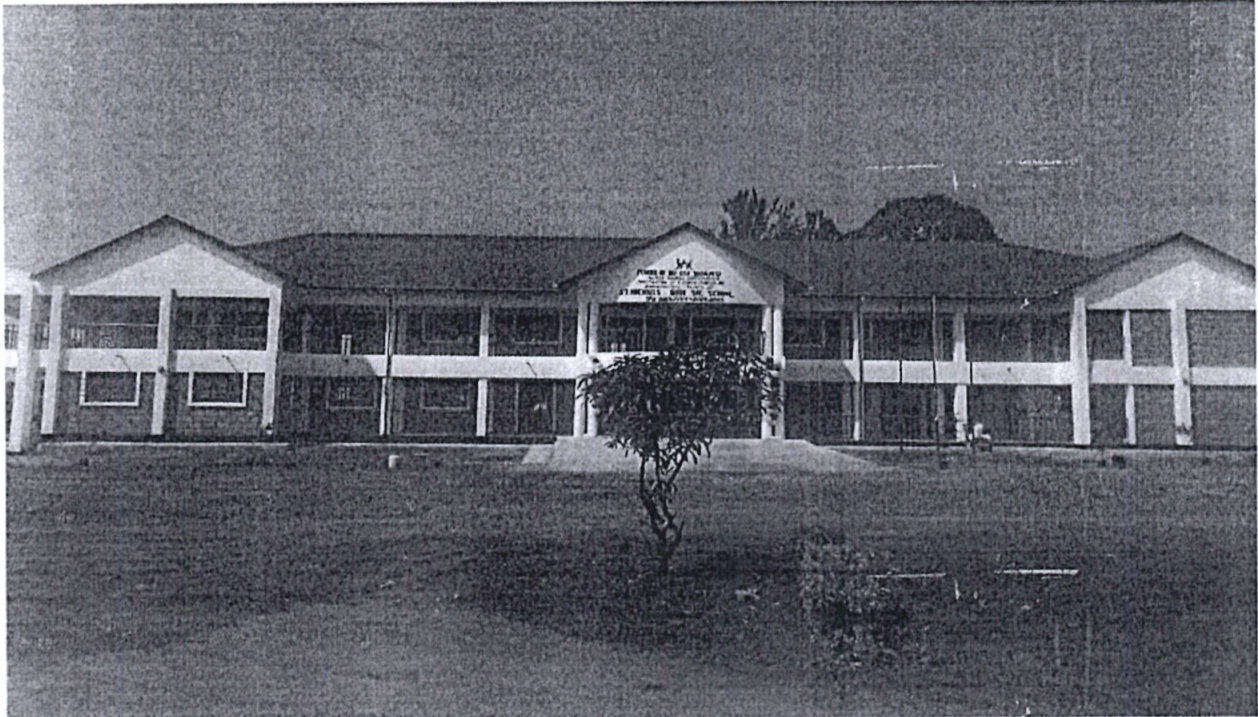
*National Government Constituencies Development Fund (NGCDF)
Alego Usonga Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025*

Activities done

- i. Construction to completion of one storey building consisting of six classrooms.

Anticipated Project Impact

1. The project has led to improved learning environment to learners.



Compliance with statutory requirements

Alego Usonga NG-CDF is an entity that is fully guided by the constitution of Kenya 2010, NGCDF Act 2015, PFM Act 2012, PPADA2015 and many other relevant laws and has been in full compliance of the same.

Alego Usonga NG-CDF has been able to meet its obligations for instance payment of taxes like VAT withholding tax, Pay as you Earn tax among others and the constituency is committed to operate within the law even in the future.

Major Risks facing the Fund

Despite its successes, NG-CDF faces challenges such as:

1. Delayed Disbursement of funds- NG-CDF has faced challenges with delayed disbursement of funds from National Treasury, which affects project implementation and service delivery
2. Inadequate Budget Allocation- The funds allocation is based on the percentage of the national revenue, which may not be sufficient to meet the development needs of constituencies.

3. Fiscal pressure- The country's fiscal pressure such as debt repayment can impact availability of funds for NG-CDF
4. Institutional Challenges- NG-CDF faces institutional challenges that hinder effective utilization of funds, including inadequate monitoring and evaluation.

Fund's Review on Economy

NG-CDF has been a crucial factor in Kenya's economic development, particularly at the grassroots level. Here's a review of its economic impact:

- Funding Allocation- NG-CDF allocates funds directly to constituencies, supporting local development projects in education, infrastructure, and other essential services.
- Development projects: The fund has implemented various projects including construction of schools improving living standards and access to basic services.
- Economic Growth: By investing in local projects, NG-CDF contributes to economic growth, job creation, and poverty reduction in constituencies.

Future Development of the Fund


NG-CDF in Kenya is expected to continue focusing on key areas like education, infrastructure, and economic empowerment with a growing emphasis on digital literacy and sustainable development.

The fund will expand its reach through initiatives like constituency innovation hubs and digital hubs at the ward level to enhance access to online opportunities and improve efficiency through automation.

NG-CDF is involved in tree planting projects highlighting a growing focus on environmental sustainability.

Projects like police offices, provision of bursaries, construction of educational infrastructure, demonstrate a commitment to community development, improve security, support students' education, and improve public service.

It also partners with National Health Insurance Fund to provide health insurance to vulnerable households contributing to government's universal health coverage goals.



.....

Amos Apollo
Fund Account Manager

8. Environmental and Sustainability Reporting

Alego Usonga NGCDF is committed to climate change mitigation and environmental conservation as envisaged in its service charter.

In this regard, the constituency through the NG-CDFC allocated sufficient funds towards planting indigenous trees in most public Institutions as a response to sustainable environmental conservation

1. Sustainability strategy and profile -

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

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

2. Environmental performance

Environmental matters relate to mitigation of the climate change effects that has been put forward as a government agenda. The recent amendment of NGCDF Act 2015 to increase the allocation to climate change mitigation activities from 2% to 5% has ensured this objective is achieved through the NGCDF Fund. Alego Usonga NG-CDF in its 2024-2025 planted 9000 seedlings in selected areas within the constituency.

Employee welfare

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

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

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

3. Marketplace practices-

Alego Usonga Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

4. Community Engagements-

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

Public Participation in Project Identification, Implementation, and Monitoring

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

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

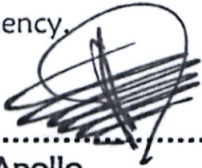
National Government Constituencies Development Fund (NGCDF)
Alego Usonga Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

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

Public Awareness

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

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



.....
Amos Apollo
Fund Account Manager.

9. Statement of Management Responsibilities

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

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

The Accounting Officer in charge of the NGCDF-Alego Usonga Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the constituency's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2025, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Alego Usonga Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Alego Usonga Constituency confirms that the constituency has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were

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

properly accounted for. Further, the Accounting Officer confirms that the constituency's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

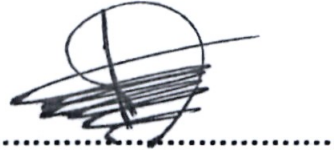
In preparing the financial statements, the Committee has assessed the Fund's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Committee that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The NGCDF Alego Usonga Constituency financial statements were approved and signed by the Accounting Officer on _____ 2025.



George Ogollah Odede
Chairman – NGCDF Committee



Amos Ochieng Apollo
Fund Account Manager

REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of National Government Constituencies Development Fund - Alego Usonga Constituency set out on pages 1 to 67, which comprise of the statement of financial position as at

30 June, 2025, and the statement of 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 transitional IPSAS financial statements present fairly, in all material respects, the financial position of Alego Usonga NGCDF as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the National Government Constituency Development Fund Act, 2015 (Amended 2022) and the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Variances in Cash and Cash Equivalents

The statement of financial position and as disclosed in Note 19 to the financial statements reflects cash and cash equivalents of Kshs.111,165,144. However, the following discrepancies were noted:

- i) Included in this amount is Kshs.40,910,808 held in an Equity Bank operations account. However, the certificate of bank balance as at year end reflects Kshs.44,327,844.42 while the bank reconciliation statement for the month of June, 2025 reflects Kshs.40,915,811.14 and the Cashbook reflects Kshs.41,137,521.14.
- ii) Also included in this amount is Kshs.70,254,336 in respects to various PMC bank balances. However, the certificates of bank balances as at 30 June, 2025 for the various PMC bank accounts provided for audit review were totaling to Kshs.5,049,112; resulting to unexplained variance of Kshs.65,205,224.

In the circumstances, the accuracy and completeness of Kshs.111,165,144 with respect to cash and cash equivalents could not be confirmed.

2. Accuracy and Presentation of Financial Statements

Note 2 to the financial statements is not clear on whether the financial statements have been prepared in accordance with the PFM Act, 2012 and International Public Sector Accounting Standards (IPSAS) or the entity has taken advantage of the transitional provisions under IPSAS 33.

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

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts indicates that Alego Usonga NG-CDF spent Kshs.142,681,100 against an approved budget of Kshs.300,260,296 resulting in an under expenditure of Kshs.157,579,196 or 48% utilization of the budget.

In the circumstances, the under expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on the Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal controls, Risk management and governance. However, Management had not resolved the issues as at 30 June, 2025 as detailed below:

S/No.	Financial Year	Issue
1.	2023/2024	Unsupported Project Management Committee Bank Balances
2.	2023/2024	Non-taxation of Committee Allowances
3.	2023/2024	Delay in Project Implementation

Other Information

The Management is responsible for the Other Information set out on page iv to lii which comprise of Key Constituency Information and Management, NGCDF Committee, NG-CDFC Chairman's Report, Statement of Performance Against Predetermined

Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect 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. Non-Taxation of Committee Allowances

The statement of financial performance and as disclosed in Note 11 to the financial statements reflects Kshs.1,935,990 relating to committee expenses. Review of the documentation provided for review revealed that the amount was primarily allocated for payment of NG-CDF committee sitting allowances and other committee expenses. However, it was observed that income tax was not deducted from the committee allowances disbursed to NGCDF committee members, nor was it remitted to the Kenya Revenue Authority (KRA) contrary to Section 3(2)(ii) of the Income Tax Act which requires tax to be charged upon income in respect of gains or profits from employment or services rendered.

Consequently, Management was in breach of the law.

2. Unutilized Funds

The audit revealed that Alego Usonga Constituency had unutilized funds totalling to Kshs.157,579,196 as at year end. Available information indicates that the issue of unutilized funds has been a recurring situation over the years which has been explained to be due to delayed disbursement of funds from the National Government Constituencies Development Fund Board.

In the circumstances, delays in fund disbursements result in delay in implementation of projects or programs in the approved budget and therefore denies the residents the services and benefits accruing from completed projects

3. Non-Compliance with Statutory Deductions Requirements on SHA and Affordable Housing Levy

Review of payroll records revealed several instances of non-compliance with statutory deduction requirements. The entity did not treat SHA (2.75%) and Affordable Housing Levy (1.5%) as tax-deductible items effective December 2024, leading to over-taxation of employees. Further, the entity failed to deduct and remit the 1.5% Affordable Housing Levy during the year despite having unutilized funds of Kshs.1,836,186 under employee costs. Additionally, from October, 2024, the entity continued to apply the old NHIF rates instead of the required 2.75% SHA rate, resulting in under-deduction and under-remittance of SHA contributions. This is contrary to Regulation 17(1&2) of the Social Health Insurance (General) Regulations, 2024 which requires that households whose income is derived from salaried employment shall pay a monthly statutory deduction contribution to the Social Health Insurance Fund at a rate of 2.75% of the gross salary or wage of the household by the ninth day of each month and Section 4 (1) and 4 (2) (a) of the Affordable Housing Act, 2024 which directs that there is imposed a levy known as the Affordable Housing Levy which shall be at the rate of one point five percent of the gross salary of an employee.

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

4. Failure to Update Contract Details on the Public Procurement Regulatory Authority (PPRA) Website

Review of the procurement records revealed that Alego Usonga Constituency had a total of 24 contracts awarded during the financial year 2024/2025. However, as at the time of the audit in October, 2025 these contracts had not been updated nor published on the PPRA website contrary to Section 138(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 147(1) of the Public Procurement and Asset Disposal Regulations, 2020 which require procuring entities to publish and maintain up-to-date information on all awarded contracts in the Public Procurement Regulatory Authority (PPRA) portal or system.

Consequently, Management was in breach of the law.

5. Delay in Implementation of Projects Relating to 2023-2024 Financial Year

The statement of financial performance and as disclosed in Note13 to the financial statement reflects expenses to other government units of Kshs.51,876,809. The ledger provided to support the payments highlights twenty (20) projects relating to the year under audit that were outstanding as at the end of the financial year 2023/2024 and completed in the year 2024/2025. Failure to complete projects as planned not only increases the cost of the projects, but may have also impacted negatively on service delivery to the public.

In the circumstances, value for money and service delivery to the public may not be achieved.

6. Delay in Completion of Jitume of ICT Digital Hub

The statement of financial performance and as disclosed in Note 16 to the financial statements reflects digital hubs expenses of Kshs.5,000,000. Alego Usonga Constituency entered into a contract on 7 January, 2025 at a cost of Kshs.5,795,040 for the proposed construction of Jitume ICT Digital Hub. To date, the contractor has raised 5 certificates amounting to Kshs.5,696,040 representing 98.3% of the total sum of the projects.

Physical verification of the project in October, 2025 however revealed that there was no contractor on site and there were still outstanding works such as septic tank, verandah pavements, an elevated 10,000 liters water tank and 10,000 liters yet to be installed. This may lead to delay in implementation of the said project.

In the circumstances, value for money and service delivery to the public may not be achieved.

7. Failure to Observe Reservations in Employment

The staff bio data provided for audit revealed that out of a total of ten (10) employees, none is a person living with disabilities; contrary to Section 13 of the Persons with Disability Act, 2022 which requires the board to secure a reservation of 5% for all appointments to persons with disabilities.

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

8. Non-Compliance with Public Procurement Capacity Building Levy

The Management of Alego Usonga Constituency did not remit 0.03% Capacity Building Levy to the Public Procurement Regulatory Authority for all contracts during the year contrary to Section 3 (1) of the Public Procurement Capacity Building Levy Order, 2023 which requires that there shall be paid a levy by a supplier on all procurement contracts signed between the supplier and the procuring entity, at the rate of zero point zero three per centum (0.03%) of the value of the signed contract, exclusive of applicable taxes.

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

9. Failure to Open a Deposit Holding Account

Review of payroll records revealed that employees were being deducted gratuity at a rate of 31% every month. However, the Management did not remit the withheld amount to a deposit bank account.

Use of gratuity monies for the Fund's Day to day running may render the amounts not readily available once the liability falls due for payment to employees.

In the circumstances, the Constituency is irregularly borrowing money from its own employees.

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 OF EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of the Management and those Charged with Governance

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.

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


Auditor-General's Responsibilities for the Audit

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

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


03 December, 2025

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

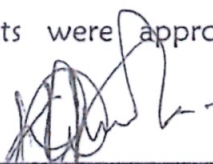
11. Statement of Financial Performance for the Year Ended 30th June 2025

	Note	Period ended June
		Kshs
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	188,414,052
Grants/donations from other entities	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	-
Total revenue		188,414,052
Expenses		
Employee costs	10	4,689,094
Committee expenses	11	1,935,990
Use of Goods and Services	12	8,253,003
Other Government Units Actual expenditure	13	51,876,809
Other Grants and Transfers Actual expenditure	14	75,814,243
Depreciation and amortization expense	15	-
Digital Hubs Actual expenditure	16	5,000,000
Total expenses		147,569,139
Other gains/(iesses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		40,844,913

The Constituency financial statements were approved by the NGCDFC on.....
 and signed by:



Chairman NG-CDF
 Committee
 George Ogollah Odede



National Sub-County
 Accountant
 George Otieno Okongo
 ICPAK M/No: 20344



Fund Account Manager
 Amos Ochieng Apollo

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

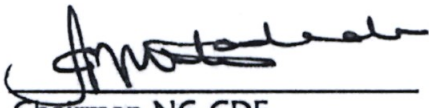
12. Statement of Financial Position as At 30th June, 2025

	Note	Period as at June 2025	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	111,165,144	35,764,720
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	46,414,052	76,081,524
Prepayments	22	-	-
Total Current Assets		157,579,196	111,846,244
Non-Current Assets			
Property, Plant and Equipment	23	-	-
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		-	-
Total Assets (A)		157,579,196	111,846,244
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third Party Deposits	27	4,975,237	-
Lease Liabilities	28	-	-
Gratuity Provision	29	1,337,007	1,424,205
Total Current Liabilities		6,312,244	1,424,205
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		6,312,244	1,424,205
Net Assets (A-B)		151,266,952	110,422,039
Represented by:			

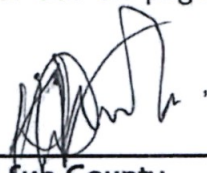
National Government Constituencies Development Fund (NGCDF)
Alego Usonga Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2025

Revaluation Reserves		151,266,952	110,422,039
Accumulated Surplus			
Total Net Assets		151,266,952	110,422,039

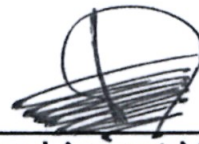
The Constituency financial statements set out on pages 1 to 11 approved by NG CDFC on _____ 2025 and signed by:



Chairman NG-CDF
 Committee
 George Ogolloah Odede



National Sub-County
 Accountant
 George Otieno Okongo
 ICPAK M/No: 20344



Fund Account Manager
 Amos Apollo

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

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

Description	Reserves	Accumulated surplus/Deficit	Total
	Kshs	Kshs	Kshs
As at 30th June 2024 (cash basis)	33,225,817	-	33,225,817
Adjustments: (to recognize assets and liabilities)			
Add Assets	78,620,427		78,620,427
Less Liabilities	1,424,205		1,424,205
As at July 1, 2024	110,422,039		110,422,039
Surplus/(Deficit) For the Period	40,844,913		40,844,913
Revaluation Gain/Loss	-	-	-
As at 30th June (current year)	151,266,952	-	151,266,952

Note:

1. Total Assets of 78,620,427 includes PMC Bank Balances of 2,538,903 and Disbursements owing from the Board brought forward from the prior year as a result of transition from Cash to Accrual basis 76,081,524.00.
2. The Liability of 1,424,205 relates to the gratuity provisions, Gratuity balance brought forward.

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

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

	Notes	Period ended June Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		218,081,524
Grants/donations from other entities		-
Finance income		-
Miscellaneous income		-
Total Receipts		218,081,524
Payments		
Employee costs		4,776,292
Committee expenses		1,935,990
Use of Goods and Services		8,253,003
Other Government Units Certified Works		46,906,742
Other Grants and Transfers		75,809,073
Digital Hubs Expenses		5,000,000
Total Payments		142,681,100
Net Cash Flows from/ (used in) Operating Activities	30	75,400,424
Cash flows From Investing Activities		
Purchase of PPE		-
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		-
Net increase/(decrease) in cash & Cash equivalents		75,400,424
Cash Flows from Financing Activities		
Lease payment		-
Net Cash Flows from Financing Activities		75,400,424
Cash and cash equivalents at Period Start	17	35,764,720
Cash and cash equivalents at Period End	17	111,165,144

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

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		C=(a+b)	d	e=(c-d)	f=d/c*100
	2024-2025	Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding disbursements	2024-2025	2024-2025		
Revenue							
Transfers From the NGCDF Board	188,414,052	35,764,720	76,081,524	300,260,296	253,846,244	46,414,052	85%
Grants/donations from other entities	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income	-	-	-	-	-	-	
Totals	188,414,052	35,764,720	76,081,524	300,260,296	253,846,244	46,414,052	
Expenses							
Employee costs	3,220,645	3,391,833	-	6,612,478	4,776,292	1,836,186	72%

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

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		C=(a+b)	d	e=(c-d)	f=d/c*100
Committee expenses	3,753,875	170,091	-	3,923,966	1,935,990	1,987,976	49%
Use of Goods and Services	9,982,712	1,505,389	-	11,488,101	8,253,003	3,235,098	72%
Other Government Units Certified Works	32,269,631	25,616,519	60,240,725	118,126,875	46,906,742	71,220,133	40%
Other Grants and Transfers	92,525,503	5,076,387	1,400,000	99,001,890	75,809,073	23,192,818	77%
Digital Hubs Expenses	247,634	-	5,000,000	5,247,634	5,000,000	247,634	95%
Other Payments	-	4,500	-	4,500	-	4,500	0%
Funds Pending Approval**	46,414,052	-	9,440,799	55,854,851	-	55,854,851	0%
Total Expenditure	188,414,052	35,764,720	76,081,524	300,260,296	142,681,100	157,579,196	48%
Surplus for the period					111,165,144	(111,165,144)	

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

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

Explanatory Notes.

All the items below 90% can be summarized as below:

S/NO	ITEM	PERCENTAGE	REASON
1	Committee expenses	49%	Late disbursement of funds
2	Use of Goods and Services	72%	Late disbursement of funds
3	Other Government Units Certified Works	40%	Late disbursement of funds
4	Other Grants and Transfers	77%	Late disbursement of funds
5	Employee Costs	72%	Late disbursement of funds
6	Other Payments	0%	Late disbursement of funds

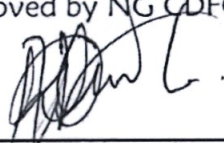
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	157,579,196
Less undisbursed funds receivable from the Board as at 30 th June 2025	46,414,052
Cash and Cash Equivalentents at the end of the 30 th June 2025	111,165,144

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NGCDF on _____ 2025 and signed by:



Fund Account Manager

Name: Amos Apollo



National Sub-County Accountant

Name: George Otieno Okongo
 ICPAK M/No: 20344



Chairman NG-CDF Committee

Name: George Ogollah Odede

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration And Recurrent						
1.1 Compensation Of Employees	3,220,645	3,391,833		6,612,478	4,776,292	1,836,186
1.2 Committee Allowances	2,144,875	87,200		2,232,075	662,000	1,570,075
1.3 Use Of Goods And Services	5,939,290	28,952		5,968,242	4,287,560	1,680,682
Sub-Total	11,304,810	3,507,985	-	14,812,795	9,725,852	5,086,944
2.0 Monitoring And Evaluation				-		-
2.1 Capacity Building				-		-
2.2 Committee Allowances	1,609,000	82,891		1,691,891	1,273,990	417,901
2.3 Use Of Goods And Services	4,043,422	1,476,437		5,519,859	3,965,443	1,554,416
Sub-Total	5,652,422	1,559,328	-	7,211,750	5,239,433	1,972,317
4.0 Emergency				-		-
Emergency				-		-
Agage Primary School	945,960			945,960	945,960	-
Agoro Tula Primary School	650,000			650,000	650,000	-
Got Oyenga Secondary School	646,762			646,762	133,407	513,355

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Ngiya Primary School	1,151,700			1,151,700	1,146,530	5,170
Nyambare Primary School	550,201			550,201	550,201	-
Siaya Police Station	696,822			696,822	696,822	-
Siaya Township Secondary School	849,733			849,733	849,733	-
Uloma Kodero Primary School	650,000			650,000	650,000	-
Urim Primary School	665,000			665,000	665,000	-
Uwasi Primary School	665,800			665,800	579,103	86,697
Unutilized	2,444,551	324,214		2,768,765		2,768,765
Sub-Total	9,916,529	324,214	-	10,240,743	6,866,756	3,373,987
5.0 Bursary And Social Security				-		-
5.1 Primary Schools				-		-
5.2 Secondary Schools	47,000,000	44,060		47,044,060	61,901,005	(14,856,945)
5.3 Tertiary Institutions	20,365,620	786,180		21,151,800	3,360,000	17,791,800
5.4 Special Needs	8,000,000			8,000,000		8,000,000
5.5 Education Support Programmes				-	-	-
5.6 Social Security		10,000		10,000		10,000
Sub-Total	75,365,620	840,240	-	76,205,860	65,261,005	10,944,855
7.0 Environment				-		-
Agage Primary School	230,224			230,224		230,224

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Agoro Oyombe Primary School	230,224			230,224		230,224
Aluny Primary School	230,224			230,224		230,224
Bar Kagwanda Primary School	230,224			230,224		230,224
Bar Kodhiambo Primary School	230,224			230,224		230,224
Gangu Primary School	230,224			230,224		230,224
Gendro Primary		230,223		230,223	230,082	141
Got Oyenga Primary		230,223		230,223	230,082	141
Kabura Primary School	230,224			230,224		230,224
Kalenjuok Primary		230,223		230,223	230,082	141
Karapul Primary School	230,224			230,224		230,224
Kirindo Primary		230,223		230,223	230,082	141
Madede Primary School	230,224			230,224		230,224
Mahero Primary		230,223		230,223	230,082	141
Malomba Primary School	230,224			230,224		230,224
Mbaga Mixed Primary		230,223		230,223	230,082	141
Mur Malanga Primary School	230,224			230,224		230,224
Mwer Primary		230,223		230,223	230,082	141
Ndai Primary School	230,224			230,224		230,224
Ndisi Primary School	230,224			230,224		230,224

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nyadhi Primary		230,223		230,223	230,082	141
Nyagwela Primary School	230,224			230,224		230,224
Nyajuok Primary School	230,224			230,224		230,224
Nyakongo Kokang Primary		230,223		230,223	230,082	141
Nyalgunga Primary School	230,224			230,224		230,224
Nyamila Primary School	230,224			230,224		230,224
Nyandheho Secondary School	230,224			230,224		230,224
Nyandiwa Primary		230,253		230,253	230,082	171
Nyanginja Primary		230,223		230,223	230,082	141
Nyangoma Kogelo Primary School	230,224			230,224		230,224
Nyasita Primary School	230,224			230,224		230,224
Oseno Komollo Primary School	230,224			230,224		230,224
Osoro Primary		230,223		230,223	230,082	141
Pap Oriang Primary School	230,224			230,224		230,224
Ralak Thim Primary School	230,224			230,224		230,224
Rarieda Uyore Primary School	230,224			230,224		230,224
Siaya Township Primary		230,223		230,223	230,082	141
Sidundo Primary		230,223		230,223	230,082	141

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sigana Primary School	230,224			230,224		230,224
Sudhe Primary School	230,224			230,224		230,224
Uhembo Primary School	230,224			230,224		230,224
Ulawe Apat Primary		230,223		230,223	230,082	141
Upanda Secondary School	230,224			230,224		230,224
Uradi Primary		230,223		230,223	230,082	141
Urim Primary School	230,224			230,224		230,224
Uwasi Secondary School	230,224			230,224		230,224
				-		-
Sub-Total	6,906,720	3,683,598	-	10,590,318	3,681,312	6,909,006
				-		-
8.0 Primary Schools Projects				-		-
Aduwa Primary School		1,502		1,502	-	1,502
Agage Primary School		1,356,973		1,356,973	1,187,438	169,535
Aluny Primary School		2,640,000		2,640,000		2,640,000
Anduro Primary School		2,721,833		2,721,833	2,404,319	317,514
Asere Primary School		1,320,000		1,320,000		1,320,000
Awelo Primary School		176,336		176,336	575	175,761
Bar Kodhiambo Primary School		1,500,000		1,500,000		1,500,000
Mahola Primary School		1,000		1,000	575	425
Bar Olengo Primary School	1,630,000	2,640,000	-	4,270,000		4,270,000
Boro Primary School		1,154		1,154	-	1,154

National Government Constituencies Development Fund (NGCDF)

Alego Usonga Constituency

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Bukhoba Primary School		1,356,973		1,356,973	1,288,683	68,290
Goro Primary School		1,400,000		1,400,000		1,400,000
Hawinga Primary School		1,432,287		1,432,287	1,422,508	9,779
Hono Primary School	1,500,000	2,600,000	-	4,100,000		4,100,000
Kalenguok Primary School	1,850,000			1,850,000		1,850,000
Kanyaboli Primary School		2,713,944		2,713,944		2,713,944
Kirindo Primary School		1,032		1,032	-	1,032
Liganwa Primary School	1,300,000			1,300,000		1,300,000
Lwala Kaor Primary And Junior		-	2,640,000	2,640,000	575	2,639,425
Magungu Primary School		1,400,000		1,400,000	1,368,381	31,619
Mahero Primary School		55,862	2,850,000	2,905,862	2,564,388	341,474
Mahola Primary School		85,282		85,282	575	84,707
Malomba Primary School		-	2,640,000	2,640,000		2,640,000
Manyala Primary School	1,320,000		-	1,320,000		1,320,000
Matera Primary And Junior School		-	2,640,000	2,640,000	575	2,639,425
Mugane Primary School		1,495	1,200,000	1,201,495	-	1,201,495
Mur Malanga Primary School	1,260,000	-	1,400,000	2,660,000	2,280,264	379,736
Ndai Primary School		73,690		73,690	575	73,115
Nyakado Primary School		-	1,400,000	1,400,000		1,400,000

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Nyalgunga Primary And Junior		-	2,800,000	2,800,000	2,813,678	(13,678)
Nyalula Primary School		-	419,934	419,934		419,934
Nyalwanga Primary School		-	2,640,000	2,640,000	2,506,156	133,844
Ochilo Primary School		1,914		1,914	-	1,914
Ojwando Primary School		-	2,180,000	2,180,000	1,200	2,178,800
Pal Pal Primary School		-	2,640,000	2,640,000		2,640,000
Pap Gori Primary School	2,150,000	1,699		2,151,699		2,151,699
Rachuonyo Primary	1,000,000		-	1,000,000		1,000,000
Rakuom Primary School		-	1,320,000	1,320,000		1,320,000
Ralak Thim Primary School		-	1,400,000	1,400,000		1,400,000
Rasugu Primary School		-	2,640,000	2,640,000	2,507,675	132,325
Segere Primary School		167,382	875,773	1,043,155	3,110,906	(2,067,751)
Siaya Central Primary School		-	2,640,000	2,640,000	2,617,974	22,026
Siaya Township Primary School		-	2,640,000	2,640,000	247,997	2,392,003
Sidok Primary School		-	3,760,000	3,760,000	3,223,226	536,774
Sidundo Primary School		-	2,740,000	2,740,000		2,740,000
Udamayi Primary School		-	1,443,944	1,443,944	1,233,655	210,289
Udenda Primary School	1,600,000			1,600,000		1,600,000
Ulafu Primary School		1,151		1,151	-	1,151

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Uloma Kodero Primary And Junior School	1,887,916	-		1,887,916	1,529,850	358,066
Upanda Primary School		-	1,567,653	1,567,653	1,566,994	659
Uuna Primary School		385		385	-	385
Uyoma Primary School		-	1,420,000	1,420,000	1,278,000	142,000
				-		-
Sub-Total	15,497,916	23,651,892	47,897,304	87,047,112	35,156,742	51,890,370
Secondary Schools						
Boro Mixed Secondary	13,876,710	-		13,876,710	-	13,876,710
Dirk Allison Secondary School Cdf Account M N		4,851		4,851	-	4,851
Holy Cross Secondary School		-		-	9,980,000	(9,980,000)
Kabura Mixed Secondary School		1,844,197		1,844,197	1,770,000	74,197
Ulafu Secondary School		115,579	343,421	459,000		459,000
Unyolo Mixed Sec School	2,895,005	-	12,000,000	14,895,005		14,895,005
Sub-Total	16,771,715	1,964,627	12,343,421	31,079,763	11,750,000	19,329,763
10.0 Tertiary Institutions Projects (List All The Projects)				-		-
				-		-
				-		-
Sub-Total	-	-	-	-	-	-

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
11.0 Security Projects				-		-
Bar Ogong'o Chiefs Camp Cdf Account M N		1,660		1,660	-	1,660
Deputy County Commissioner Office		84,481	1,400,000	1,484,481	-	1,484,481
Kochieng' B Ass Chief		552		552	-	552
Komolo Ass Chief Office		140,650	-	140,650		140,650
Siaya Dcc's Office	336,634	-	-	336,634		336,634
Sumba Sublocation Assistant Chief's Office		992		992	-	992
Sub-Total	336,634	228,335	1,400,000	1,964,969	-	1,964,969
12.0 Acquisition Of Assets						-
12.1 Motor Vehicles (Including Motorbikes)			-	-		-
12.2 Purchase Of Furniture And Fitiings				-		-
12.2 Construction Of CDF Office				-		-
Sub-Total	-	-	-	-	-	-
Other Payments						-
Strategic Pan		4,500	-	4,500		4,500
Sub-Total	-	4,500	-	4,500	-	4,500
Ict Hubs						-

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Ng-Cdf Siaya Headquarters Ict Hub	247,634	-	5,000,000	5,247,634	5,000,000	247,634
			-	-		-
Sub-Total	247,634	-	5,000,000	5,247,634	5,000,000	247,634
Funds Pending Approval**				-		-
13.0 Unallocated Fund		-	-	-		-
Unapproved Projects		-	-	-		-
Ng-Cdf Office		-	1,600,000	1,600,000		1,600,000
Upanda Primary School		-	1,651,976	1,651,976		1,651,976
Mur Malanga Primary School		-	1,132,352	1,132,352		1,132,352
Uloma Kodero Primary School		-	1,701,728	1,701,728		1,701,728
Nyalgunga Primary School		-	3,354,743	3,354,743		3,354,743
Ososro Primary School	2,200,000			2,200,000		2,200,000
Gendro Primary School	3,500,000			3,500,000		3,500,000
Yogo Primary	1,500,000			1,500,000		1,500,000
Got Oyenga	2,850,000			2,850,000		2,850,000
Dibuoro Primary	2,850,000			2,850,000		2,850,000
Mbaga Mixed Primary	1,500,000			1,500,000		1,500,000
Achage Primary	1,800,000			1,800,000		1,800,000
Ochiewa Primary	1,500,000			1,500,000		1,500,000
Holycross Secondary School	2,000,000			2,000,000		2,000,000

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

Programme/Sub-Programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (operational, deposit and PMCs C/Bk) and AIA	Previous 'Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Mur-Ngiya Sublocation Ass Chiefs' Office	2,200,000			2,200,000		2,200,000
Ng-Cdf Motovehicle	10,400,000			10,400,000		10,400,000
Malomba Secondary School	10,000,000			10,000,000		10,000,000
Digital Ict Hub Recurrent	2,661,686			2,661,686		2,661,686
Ng-Cdf Office	900,000			900,000		900,000
Digital Ict Hub	552,366			552,366		552,366
Aia						-
Sub-Total	46,414,052	-	9,440,799	55,854,851	-	55,854,851
Total	188,414,052	35,764,720	76,081,524	300,260,296	142,681,100	157,579,196

17. Notes to the Financial Statements

1. General information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established by and derives its authority and accountability from the NG-CDF Act 2015 (amended 2023). The NG-CDF is wholly owned by the Government of Kenya and is domiciled in Kenya. The NG-CDF Alego Usonga Constituency principal activity is based on infrastructure in education and security sectors, climate change and mitigation activities, bursary to needy students and social programs.

2. Statement of Compliance and Basis of Preparation

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

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

The NG-CDF Alego Usonga has recognised all financial assets, including cash and cash equivalent held in the operational account, deposit account and PMC bank accounts; Receivables (amounts due from the board and other parties); Prepayments; property, plant and equipment (PPE); and the intangible assets acquired during the financial year 2023/2024 up to the reporting dates.

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

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

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

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

3. Adoption of New and Revised Standards

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	Applicable 1st January 2025 The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of an Entity. The new standard requires entities to recognize, measure and present information on right of use assets and lease liabilities. Not applicable.
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	Applicable 1st January 2025 The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. Not applicable.
IPSAS 45: Property Plant and	Applicable 1st January 2025 The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure

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

Equipment	<p>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 recognized as assets if they meet the criteria in the standard. IPSAS 45 has 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>Not applicable.</p>
<p>IPSAS 46: Measurement</p>	<p>Applicable 1st January 2025</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>Not applicable.</p>
<p>IPSAS 47: Revenue</p>	<p>Applicable 1st January 2026</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</p>

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

	cash flow arising from revenue transactions.
IPSAS 48: Transfer Expenses	<p>Applicable 1st January 2026</p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p>Not applicable.</p>
IPSAS 49: Retirement Benefit Plans	<p>Applicable 1st January 2026</p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p>Not applicable.</p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p>Applicable 1st January 2027</p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <p>Not applicable.</p>

iii. Early adoption of standards

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

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

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

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

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

c) Property, plant and equipment

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

replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

d) Leases

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

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

e) Intangible assets

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

National Government Constituencies Development Fund (NGCDF)

Alego Usonga Constituency

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

Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

f) Financial instruments

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

a) Financial assets

Classification of financial assets

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

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

Fair value through surplus or deficit

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

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in Note 18

b) Financial liabilities

Classification

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

g) Inventories

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Entity.

h) Provisions

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

i) Social Benefits

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

j) Contingent liabilities

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

k) Contingent assets

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

l) Employee benefits

Retirement benefit plans

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

m) Foreign currency transactions

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

n) Related parties

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

o) Cash and Cash Equivalents

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

p) Comparative figures

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

q) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual value

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

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

Provisions

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

6. Transfers from the NGCDF Board

Description	Period ended June 2025
NGCDFB Transfers (Allocation for the FY)	188,414,052
TOTAL	188,414,052

7. Transfers from domestic and foreign partners

Description	2024-2025
	Kshs
Grants	-
Total	-

8. Finance income

Description	2024-2025
	Kshs
Interest Income on Bank Deposits	-
Total	-

(Provide a brief explanation for this revenue)

9. Miscellaneous income

Description	2024-2025
	Kshs
Rental Income	-
Income from sale of tenders	-
Hire of plant/equipment/facilities	-
Other Income Not Classified Elsewhere (specify)	-
Total	-

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

10. Employees cost

Description	Period ended June 2025
	Kshs
NG-CDFC Basic staff salaries	3,543,565
Personal allowances paid as part of salary	-
House Allowance	-
Transport Allowance	-
Leave allowance	-
Gratuity to contractual employees	904,540
Employer Contributions Compulsory national social security schemes	240,990
Employer Contributions Compulsory Housing levy	-
Employer contributions to National Industrial Training Authority	-
Other Specify	-
Total	4,689,094

11. Committee Expenses

Description	Period ended June 2025
	Kshs
Sitting allowance	662,000
Other Committee expenses	1,273,990
Total	1,935,990

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

12. Use of Goods and services

Description	Period ended June 2025 Kshs
Utilities, supplies and services	372,850
Communication, supplies and services	783,200
Domestic travel and subsistence	700,554
Printing, advertising and information supplies & services	366,817
Office Rent	-
Training expenses	-
Hospitality supplies and services	1,106,800
Insurance costs	40,600
Specialized materials and services	356,953
Office and general supplies and services	4,013,752
Fuel, oil & lubricants	40,000
Bank Charges	-
Routine maintenance – vehicles and other transport equipment	62,000
Routine maintenance – other assets	225,460
Strategic plan expenses	-
Other operating expenses	184,017
Total	8,253,003

13. Other Government Units Actual expenditure

Description	Period ended June 2025 Kshs
Primary Schools Actual expenditure	40,076,809
Secondary Schools Actual Expenditure	11,800,000
Tertiary Institutions Actual Expenditure	-
Total	51,876,809

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

14. Other Grants and transfers Actual expenditure

Description	Period ended June 2025
	Kshs
Bursary – secondary schools	61,901,005
Bursary – tertiary institutions	3,360,000
Bursary – special schools	-
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual Expenditure	-
Climate change mitigation projects	3,681,312
Emergency projects Actual Expenditure	6,871,926
Roads projects	-
Others specify	-
Total	75,814,243

15. Depreciation and Amortization Expenses

Description	Period ended June 2025
	Kshs
Property Plant and Equipment	-
Intangible Assets	-
Total	-

16. Digital Hubs Expenses

Description	Period ended June 2025
	Kshs
Construction/ renovation/ Actual expenditure	5,000,000
Digital Hub utility costs Water, Electricity,	-
Maintenance of ICT equipment	-
Maintenance of building	-
Others (specify)	-
Total	5,000,000

17. Gain/loss on Sale of Assets

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

Description	Period ended June 2025
	Kshs
Property, Plant and Equipment	-
Intangible Assets	-
Total Gain/loss on Sale of Assets	-

18. Impairment Loss

Description	Period ended June 2025
	Kshs
Property, Plant and Equipment	-
Intangible Assets	-
(Include financial instruments that are impaired)	-
Total Impairment Loss	-

19. Cash and Cash Equivalents

Name Of Bank and Account No.	Period ended June 2025	Opening Statement 1st July 2024
	Kshs	Kshs
Bank Accounts (Cash Book Bank Balance)		
Equity Bank, Account No. 0970261192689 (Operations account)	44,327,844	33,225,816.94
Operations account pending closure (Indicate name & account no.)	-	-
Name of Bank, account No. (Deposit account)	-	-
<i>Various Bank Accounts (See Annex 2 –Reconciled PMC Bank Balances As At Period 2025 PMC Balances)</i>	70,254,336	2,538,903.00
Total	111,165,144	35,764,720

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

20. Receivables from Exchange Transactions

Description	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Total receivables		
Other exchange debtors (Specify)	-	-
Less: impairment allowance	-	-
Total receivables	-	-
a. Current receivables	-	-
b. Non-current receivables	-	-
Total Receivables (a+b)	-	-

i. Ageing Analysis for Receivables

Description	Period ended June 2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
	Current FY	% of the total	Opening Balance	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (a+b)	-	%	-	%

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

21. Receivables from Non-Exchange Transactions

Description	Period ended June 2025	Opening Statement 1st July 2024
	Kshs	Kshs
Transfers from NGCDFB	46,414,052	76,081,524
Outstanding imprest	-	-
Total	46,414,052	76,081,524

Ageing Analysis for Receivables

Description	Period ended June 2025		Opening Statement 1st July 2024	
	2024-2025	% of the total	Opening Balance	% of the total
Less than 1 year	-	0%	-	0%
Between 1- 2 years	31,441,954	68%	48,557,793	64%
Between 2-3 years	14,972,098	32%	27,523,731	36%
Over 3 years	-	0%	-	0%
Total (a+b)	46,414,052	100%	76,081,524	100%

22. Prepayments

Description	Period ended June 2025	Opening Statement 1st July 2024
	Kshs	Kshs
Prepaid Rent	-	-
Prepaid Insurance	-	-
Prepaid Electricity Costs	-	-
Other Prepayments (Specify)	-	-
Total	-	-

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

23. Property, Plant and Equipment

	Land	Buildings	Motor vehicles	Infrastructure assets	Furniture and fittings	Computers & ICT Equipment	Work in progress	Service concession assets	Total
Depreciation Rate		10%	25 %	20%	12.50%	30 %			
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Opening Bal as 1st July 2024	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-	-
As At June 2025	-	-	-	-	-	-	-	-	-
Depreciation And Impairment									
Opening bal accumulated depreciation 1st July 2024	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As At30 June 2025	-	-	-	-	-	-	-	-	-
Net Book Values									
Opening Bal as at 1 st July 2024	-	-	-	-	-	-	-	-	-
As At 30thJune,2025	-	-	-	-	-	-	-	-	-

Valuation

Land and buildings/ Equipment (be specific) were valued by in line with the National Assets and Liabilities Management Policy and Guidelines (Issued 30th June 2020). These amounts were adopted on 1st July 2024.

23 b) Property, Plant and Equipment at Cost

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

	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	-	-	-
Plant And Machinery	-	-	-
Motor Vehicles, Including Motorcycles	-	-	-
Computers And Related Equipment	-	-	-
Office Equipment, Furniture, And Fittings	-	-	-
Total	-	-	-

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

	Cost or valuation	Normal annual depreciation charge
Plant and Machinery	-	-
Motor Vehicles including Motorcycles	-	-
Computers and Related Equipment	-	-
Office Equipment, Furniture and Fittings	-	-
Total	-	-

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

24. Intangible Assets

Description	Period ended June 2025 Kshs
Cost	
Opening balance at 1 st July 2024	-
Additions	-
Disposal	-
At end of the 2025	-
Amortization and impairment	
At beginning of the year	-
Amortization	-
At end of the year	-
Impairment loss	-
At end of the year	-
NBV at July 1st 2024	-
NBV at June 30th 2025	-

Not applicable to Alego Usonga NG-CDF

25. Right-of use assets

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

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

26. Trade and Other Payables

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

27. Third-Party deposits

	Period ended June 2025		Opening Statement 1 st July 2024	
	Kshs		Kshs	
Retention as at start of the period (A)	8,310,130		-	
Retention held during the period (B)			8,310,130	
Retention paid during the period (C)	3,334,896		-	
Closing Retention as at 30th June 2025 , D= A+B-C	4,975,234		8,310,130	

Retentions aging analysis.

	2024-2025	% of the total	2023-2024	% of the total
Less than 1 year	4,975,234	100%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	4,975,234		-	

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

28. Lease Liabilities

Description	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Balance at the beginning of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	-	-
At end of the year	-	-

Maturity Analysis

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

Analysed as:

Description	Amount
Current	-
Non- Current	-
Total	-

29. Gratuity Provision

Description	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Gratuity at the beginning of the period (A)	1,424,205	-
Gratuity held during the period (B)	904,540	1,424,205
Gratuity paid during the period (C)	991,738	-
Total Gratuity provision as at period ended 30th June 2025 D=(A+B-C)	1,337,007	1,424,205

30. Cash Generated from Operations

	Period ended June 2025
	Kshs
Surplus for the period before tax	40,932,111
Adjusted for:	
Depreciation	-
Non-cash grants received	-
Contributed assets	-
Impairment	-
Gains and losses on disposal of assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
Working capital adjustments	
Changes in inventory	-
Changes in receivables	(29,667,472)
Changes in deferred income	-
Changes in Third party deposits	(4,975,237)
Changes in gratuity provision	-
Changes in payments received in advance	-
Net cash flow from operating activities	75,400,424

31. Financial Risk Management

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

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

extended to customers with an established credit history. The Entity's financial risk management objectives and policies are detailed below:

i) Credit risk

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

Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June (Current FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	67,941,954	67,941,954	-	-
Bank balances	39,328,320	39,328,320	-	-
Total	107,270,274	107,270,274	-	-
As at 30 June (Previous FY)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	63,657,793	63,657,793	-	-
Bank balances	51,360,245	51,360,245	-	-
Total	115,018,038	115,018,038	-	-

Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for

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

uncollectible amounts that the Entity has recognized in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has significant concentration of credit risk on amounts due from no Organization. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June (Current FY)				
Trade payables	-	-	-	-
Current proportion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	-	-	2,322,768	2,322,768
Total	-	-	2,322,768	2,322,768
As at 30th June (Previous FY)				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Total	-	-	-	-

iii) Market risk

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

The Entity has put in place an internal audit function to assist it in assessing the risk faced by the Entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls. Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the Entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The Entity's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies. There has been no change to the Entity's exposure to market risks or the way it manages and measures the risk.

a) Foreign currency risk

Alego Usonga NG-CDF 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. Alego Usonga manages foreign exchange risk from future commercial transactions and recognized assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments. The carrying amount of the NG-CDF foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

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

2024-2025

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

Foreign currency sensitivity analysis

2024-2025

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

Financial Risk Management

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

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
Current FY			
Euro	NA	-	-
USD	NA	-	-
Previous FY		-	-
Euro	NA	-	-
USD	NA	-	-

Not applicable to Alego Usonga NG-CDF

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

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

one percentage point as a decrease/increase of Kshs 0 (Current FY: Kshs 0). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs 00 (2024-2025 – Kshs 0)

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

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

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

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

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

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

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

Not applicable to Alego Usonga NG-CDF

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

iv) Capital Risk Management

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

Description	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	174,113,771	-
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	117,098,374	-
Net Debt/(Excess Cash And Cash Equivalents)	-	-
Gearing	-	-

32. Related Party Disclosures

	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	1,500,000	181,064
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	175,157,793	220,487,603
Total	175,157,793	220,487,603

33. Segment Information

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

34. Contingent Assets and Contingent Liabilities

Contingent Assets

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

Not applicable to Alego Usonga NG-CDF

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

Contingent Liabilities

Description	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Contingent Liabilities	NA	NA
Court Case x against the Entity	NA	NA
Bank Guarantees in Favour of Subsidiary	NA	NA
Contingent Liabilities arising from Contracts Including PPPs	NA	NA
Others (Specify)	NA	NA
Total	NA	NA

Not applicable to Alego Usonga NG-CDF

35. Capital Commitments

Capital Commitments	Period ended June 2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Authorized for	NA	NA
Authorized and Contracted for	NA	NA
Total	NA	NA

36. Events after the Reporting Period

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

37. Ultimate And Holding Entity

The Alego Usonga Constituency is a Fund under The National Treasury and Planning & managed by NG-CDF Board at the National level, NG-CDFC at the constituency level and ultimate parent is the Government of Kenya.

38. Currency

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

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

18. Annexes
 Annex 1: Summary of Asset Register

Asset class	Historical Cost balance brought forward (Kshs)	Additions during the period (Kshs)	Disposals during the period (Kshs)	Historical Cost (Kshs)
				At Year/period End
Land	-	-	-	-
Buildings and structures	-	-	-	-
Transport equipment	-	-	-	-
Office equipment, furniture and fittings	-	-	-	-
ICT Equipment, Software and Other ICT Assets	-	-	-	-
Other Machinery and Equipment	-	-	-	-
Intangible assets	-	-	-	-
Total	-	-	-	-

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

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

PMC	BANK	ACCOUNT NUMBER	BANK BALANCE 2024-2025	BANK BALANCE 2023-2024
Aduwa Primary School	Equity Siaya	0970284375649	1,502	1,502
Agage Primary School	Equity Siaya	0970285428201	169,534	-
Aluny Primary School	Equity Siaya	0970284395665	2,740,000	-
Anduro Primary School	Equity Siaya	'0970277319872	317,514	-
Asere Primary School	Equity Siaya	0970285409155	2,713,944	-
Awelo Primary School	Equity Siaya	0970285257588	175,761	176,336
Bar Kodhiambo Primary	Equity Siaya	0970285424336	1,500,000	
Bar Ogong'o Chiefs Camp Cdf Account M N	Equity Siaya	0970285507625	1,660	1,660
Bar Olengo Primary	Equity Siaya	'0970271424884	1,320,000	
Boro Mixed Secondary	Equity Siaya	0970285398419	7,000,000	-
Boro Primary School	Equity Siaya	'0970264136314	1,154	1,154
Boro Secondary School	Equity Siaya	'0970280811745	20,000	-
Bukhoba Primary School	Equity Siaya	0970285386597	67,715	-
Deputy County Commissioner Office	Equity Siaya	0970285411653	1,484,481	84,481
Dirk Allison Secondary School Cdf Account M N	Equity Siaya	0970284363175	4,851	4,851
Gendro Primary	Equity Siaya	'0970271665848	142	-
Got Oyenga Primary	Equity Siaya	0970285403219	142	-
Got Oyenga Secondary School	Equity Siaya	0970285411684	513,355	-
Hawinga Primary School	Equity Siaya	0970271746378	9,779	32,287
Hono Primary School	Equity Siaya	0970284413388	2,600,000	-
Kabura Mixed Secondary School	Equity Siaya	0970284377190	74,197	1,844,197
Kalenjuok Primary	Equity Siaya	0970285412267	142	-
Kanyaboli Primary School	Equity Siaya	0970284402294	2,713,944	-
Kirindo Primary	Equity Siaya	'0970279886970	142	-
Kirindo Primary School	Equity Siaya	'0970280192457	1,032	1,032
Kochieng' B Ass Chief	Equity Siaya	0970284768100	552	552

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

PMC	BANK	ACCOUNT NUMBER	BANK BALANCE 2024-2025	BANK BALANCE 2023-2024
Lwala Kaor Primary And Junior	Equity Siaya	0970285543255	2,639,425	-
Magungu Primary School	Equity Siaya	0970285428333	131,619	-
Mahero Primary	Equity Siaya	0970285428295	142	-
Mahero Primary School	Equity Siaya	0970284364160	341,474	55,862
Mahola Primary School	Equity Siaya	'0970278926288	425	1,000
Mahola Primary School	Equity Siaya	0970285403284	85,282	85,282
Malomba Mixed	Equity Siaya	0970284465461	8,506,710	-
Malomba Primary School	Equity Siaya	0970284640380	2,640,000	
Matera Primary And Junior School	Equity Siaya	0970284723236	2,639,425	-
Mbaga Mixed Primary	Equity Siaya	0970284859528	142	-
Mugane Primary School	Equity Siaya	0970284402205	1,432,507	1,495
Mur Malanga Primary School	Equity Siaya	0970285409139	252,089	-
Mwer Primary	Equity Siaya	0970284406392	142	-
Ndai Primary School	Equity Siaya	0970284550769	73,115	73,690
Ngiya Primary School	Equity Siaya	0970285698395	5,170	-
Nyadhi Primary	Equity Siaya	0970284591495	142	-
Nyadhi Primary School	Equity Siaya	0970284489412	276,970	-
Nyakado Primary School	Equity Siaya	'0970278524217	1,400,000	
Nyakongo Kokang Primary	Equity Siaya	0970285529278	142	-
Nyalgunga Primary And Junior	Equity Siaya	0970285009121	1,102,133	-
Nyalgunga Primary School	Equity Siaya	0970280434358	2,504,743	-
Nyalwanga Primary School	Equity Siaya	0970284423693	133,844	-
Nyandiwa Primary	Equity Siaya	0970277310468	142	-
Nyanginja Primary	Equity Siaya	0970285424307	142	-
Ochilo Primary School	Equity Siaya	0970285393074	1,914	1,914
Ojwando Primary School	Equity Siaya	0970285504229	2,178,800	-
Oseno Komolo Primary School	Equity Siaya	0970284364435	2,800,000	-
Osoro Primary	Equity Siaya	'0970271692435	142	-

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

PMC	BANK	ACCOUNT NUMBER	BANK BALANCE 2024-2025	BANK BALANCE 2023-2024
Pal Pal Primary School	Equity Siaya	0970285424360	2,640,000	-
Pap Nyadiel Primary School	Equity Siaya	0970285504243	1,699	1,699
Rakuom Primary School	Equity Siaya	0970285397425	1,320,000	-
Ralak Thim Primary School	Equity Siaya	0970284399123	1,400,000	-
Rasugu Primary School	Equity Siaya	0970285428944	132,325	-
Segere Primary School	Equity Siaya	0970284404296	332,249	167,382
Siaya Central Primary School	Equity Siaya	0970262531600	22,026	-
Siaya Township Primary School	Equity Siaya	0970285467565	2,392,003	-
Siaya Township Primary	Equity Siaya	0970285420588	142	-
Sidok Primary School	Equity Siaya	0970285702565	536,774	-
Sidundo Primary	Equity Siaya	'0970284346710	142	-
Sidundo Primary School	Equity Siaya	0970285398380	2,640,000	-
Sumba Sublocation Assistant Chief's Office	Equity Siaya	0970285403274	992	992
Udamayi Primary School	Equity Siaya	0970285409451	210,289	-
Ulafu Primary School	Equity Siaya	0970285428157	1,151	1,151
Ulafu Sec. School	Equity Siaya	0970285424350	459,000	-
Ulawe A pate Primary	Equity Siaya	970285398395	142	-
Uloma Kodero Primary And Junior School	Equity Siaya	970285827388	171,878	-
Unyolo Mixed Secondary	Equity Siaya	970285812525	2,895,005	-
Unyolo Secondary School	Equity Siaya	970285529878	2,084,995	-
Upanda Primary School	Equity Siaya	970285409121	84,982	-
Uradi Primary	Equity Siaya	970285434358	142	-
Uuna Primary School	Equity Siaya	970277360468	121,380	385
Uwasi Primary School	Equity Siaya	970285624307	86,697	-
Uyoma Primary School	Equity Siaya	0970285520588	142,000	-
			70,254,336	2,538,903

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

Annex 3: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	The statement of receipts and payments reflects other grants and transfers amount of Kshs.85,811,139. Included in the amount is bursary to special schools' expenditure of Kshs.335,500 as disclosed in Note 8 to the financial statements. Review of the expenditure schedules revealed that payments totaling Kshs.1,560,500 were irregularly transferred to tertiary institutions and secondary schools in form of bursaries. Further, NGCF Board via their letter dated 21 May 2024 approved the reallocations from Social Security Programmes including Kshs.200,000 as bursaries to tertiary institutions. However, Management expensed Kshs.315,000 resulting to reallocation of Kshs.115,000 without approval from the Board. The reallocations were contrary to Section 6(2) National Government Constituencies Development Fund Act, 2015, which provide those once funds are allocated	The management provided an explanation by explaining that the Ksh. 115,000 was as a result of the balance brought forward	unresolved	

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

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)
	for a particular project, they shall remain allocated for that project and may only be reallocated for any other purpose during the financial year with the approval of the Board.			
2.	The statement of receipts and payments reflects an amount of Kshs.306, 501 in respect to acquisition of assets and as disclosed in Note 9 to the financial statements. Review of records provided for audit revealed that the payment was made for supply and delivery of office digital camera. However the procurement of the procurement of the digital camera was not in the procurement plan or the approved budget. This was contrary to section 44(2)(a) of the public procurement and Assets Disposal Act, 2015 which stipulates an accounting officer shall ensure that procurement of goods, works and services of the public entity are within approved budget of that entity	Updated list of prequalified supplier provided.	unresolved	December 2025
3.	As previously reported, Mumboha Secondary School project had stalled and physical inspection carried out in the month of March, 2024 revealed that the contractor was not on site. The contract agreement was entered	The management involved a quantitative surveyor who prepared a report and the report presented to the board for further action. More funds	unresolved	December 2025

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

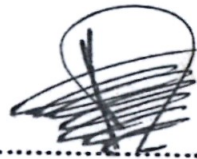
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>between Alego Usonga Constituency and M/s Finetops Enterprises Ltd on 4 February, 2019 at a contract sum of Kshs.54, 748,224 for construction of administration offices, four (4) laboratories and sixteen (16) classrooms. However, audit of the project revealed the following anomalies;</p> <ul style="list-style-type: none"> i. The Bill of Quantities submitted by the contractor of Kshs.54, 748,224 had a general summary with no breakdown to measure the works done. ii. The project had been implemented by the Constituency Committee and not Project Management Committee. This was contrary to Section 36(1) of the National Government Constituencies Development Fund Act, 2015 (Amended 2022) states that Projects under the Act shall be implemented by the Project Management Committee. iii. The project implementation status report provided for audit lacked information on total expenditure incurred for the project making it difficult to confirm the works done. iv. Physical inspection carried out revealed 	<p>will be allocated in the financial 2025-2026 for the completion of the project. PMC is in place on the same project.</p>		

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>that the project was not complete with outstanding works being painting, fixing of rails, windows and electrical installation.</p> <p>In the circumstances, value for money was not obtained from the stalled project.</p>			
4.	<p>As previously reported, Management engaged a construction company for construction and completion of an ablution block at Mumboha Secondary School. However, the project file provided for review lacked bill of quantities, tender advertisement, tender opening minutes, tender evaluation minutes and letter of notification of awards, letter of acceptance and the inspection and acceptance report. Further, the last physical inspection carried out in March 2024 revealed poor workmanship as reflected by cracks on the walls and incomplete floor tiles in the toilets. In addition, the project was managed directly by the Constituency Committee and not the Project Management Committee at the school. This was contrary to Section 36(1) of the National Government Constituencies</p>	<p>The management involved a quantitative surveyor who prepared a report and the report presented to the board for further action. More funds will be allocated in the financial 2025-2026 for the completion of the project. PMC is in place on the same project.</p>	unresolved	December 2025

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Development Fund Act, 2015 (Amended 2022) which states that Projects under the Act shall be implemented by the Project Management Committee.</p> <p>In the circumstances, Management was in breach of the law.</p>			



.....

Name: Amos Apollo
Fund Account Manager.