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 THE NATIONAL ASSEMBLY REPORT PAPERS LAID	
DATE: 11 FEB 2026	
DAY: Wednesday	
TABLED BY: OF	<i>Hon. (Dr.) Robert Pakose on behalf of Leader of Majority</i>
CLERK-AT THE-TABLE:	<i>Lorale</i>

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND –
MAGARINI CONSTITUENCY**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

MAGARINI 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)**

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

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1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

Fiduciary Management- Members of Management directly entrusted with the responsibility of financial resources of the NG-CDF Magarini.

Comparative Year- Means the prior period.

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

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

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

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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 Magarini 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	Faith Wamboi Muia
2.	National Sub-County Accountant	Maxwell Buni
3.	Chairman NGCDFC	Felix Tuva Mwambogo
4.	Member NGCDFC	Patience Bahati Masha
5.	Member NG CDFC	Thomas Kombe Yeri

(c) Fiduciary Oversight Arrangements

The Audit Committee of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Magarini 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 Magarini Constituency Headquarters

P.O. Box 1097-80200
Next to ACCs office,
Gongoni
KENYA

(e) NGCDF Magarini Constituency Contacts

Telephone: (254) 742241813
E-mail: cdfmagarini@ngcdf.go.ke
Website: www.ngcdf.go.ke

(f) NGCDF Magarini Constituency Bankers

1. Bank A. (Operations Account).
KCB Bank (A/C NO 1108017754)
Malindi Branch
P.O .Box
Malindi
2. Bank B. (Deposit account).
KCB Bank (A/C 1322021007)
Malindi Branch
P.O. Box
Malindi
3. Bank C. (PMC Accounts) (KCB bank – Malindi Branch, Equity Bank- Malindi Branch)

(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

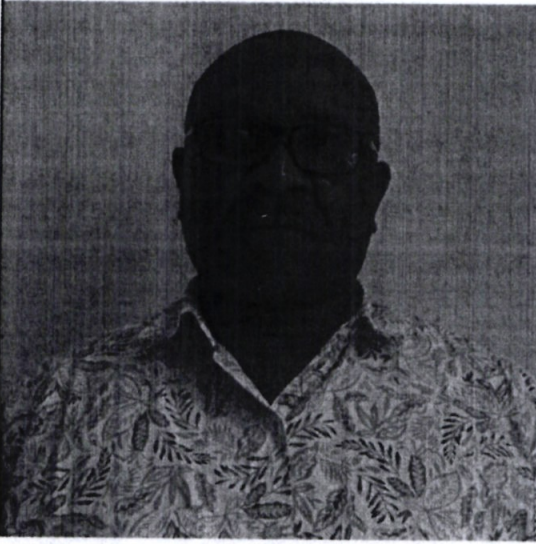

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

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3. NGCDF Committee

Name	Details
<p>Chairman – Felix Tuva Mwambogo</p> 	<p>Date of Birth: 09.12.1981 Academic Qualification: KCSE Professional Qualification: Certificate in Business Administration Work experience: He is serving his first term as the chairperson of NG-CDF Magarini Committee</p>
<p>Secretary – Mary Diramo Badiwa</p> 	<p>Date of Birth: 08.08.1996 Academic Qualification: KCSE Professional Qualification: Certificate in ICT Work experience: She is serving her second term in NG-CDF Magarini Committee as the secretary</p>



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<p>Member - Thomas Kombe Yeri</p> 	<p>Date of Birth: 01.01.1962 Academic Qualification: Bachelor of Education (Special needs) Professional Qualification: Teacher Work experience: Serving his second term in NG-CDF Magarini Committee</p>
<p>Member – Patience Bahati Masha</p> 	<p>Date of birth: 23.09. 1968 Academic qualification: O Level (Division), Diploma Professional qualification: ECDE Teacher Work experience He is serving her second term in the NG-CDF Magarini Committee</p>

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<p>Member – Philister Hadija Nzaro</p> 	<p>Date of Birth: 05.05.1989 Academic Qualification: KCSE Professional Qualification: Certificate in ECDE Work experience: She is serving her second term in the NG-CDF Magarini Committee</p>
<p>Member – Patricia Farida Martin</p> 	<p>Date of Birth: 20.08.1982 Academic Qualification: KCSE Professional Qualification: Certificate in ICT Work experience: She is serving her second term in the NG-CDF Magarini Committee</p>

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<p>Member – Peter Karisa Kombe</p> 	<p>Date of Birth: 11.06.1996</p> <p>Academic Qualification: BBA Accounting and finance option</p> <p>Professional Qualification: CPA Part I</p> <p>Work experience: He is serving his second term in the NG-CDF Magarini Committee</p>
<p>Member – Nickson Wanje sulubu</p> 	<p>Date of Birth: 12.12.1983</p> <p>Academic Qualification: O Level</p> <p>Professional Qualification: Farmer</p> <p>Work experience: He is serving his second term in the NG-CDF Magarini Committee</p>

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Fund Account Manager- Faith Wamboi Muia



Date of birth: 03.06.1991

Academic qualification: Bachelors of Economics

Professional qualification: CPA Part II

Work experience: Working with the NGCDFB as the Fund Account Manager for a period of three (3) years

4. NG-CDFC Chairman's Report



Magarini NG-CDF for the financial year 2024-2025 had an allocated budget of Ksh. 188,450,052.00. Funds were apportioned with adherence to several documents which includes, the NG-CDF Act amendment 2023 for the statutory ceilings, ward public participation forum reports and the Bottom-up Economic transformation agenda. For the financial year 2024-2025, the management was able to receive 289,693,206 which comprise of opening balances of Kshs. 98,837,522 and AIE's received within the financial of Kshs. 190,852,684. The budgetary allocation for the financial year 2024-2025 was Kshs. 348, 140,258 which comprised of opening balance of Kshs. 98,837,522, previous years outstanding disbursements Kshs. 60,852,684 and current financial year's budget Kshs. 188,450,052.

The management therefore received 83% of its budget. The management apportioned funds to various activities which included:

- Award of bursaries to needy students
- Construction of classrooms
- Installation of water tanks
- Completion of a dormitory block
- Construction of an ICT Hub
- Construction of Pit latrines

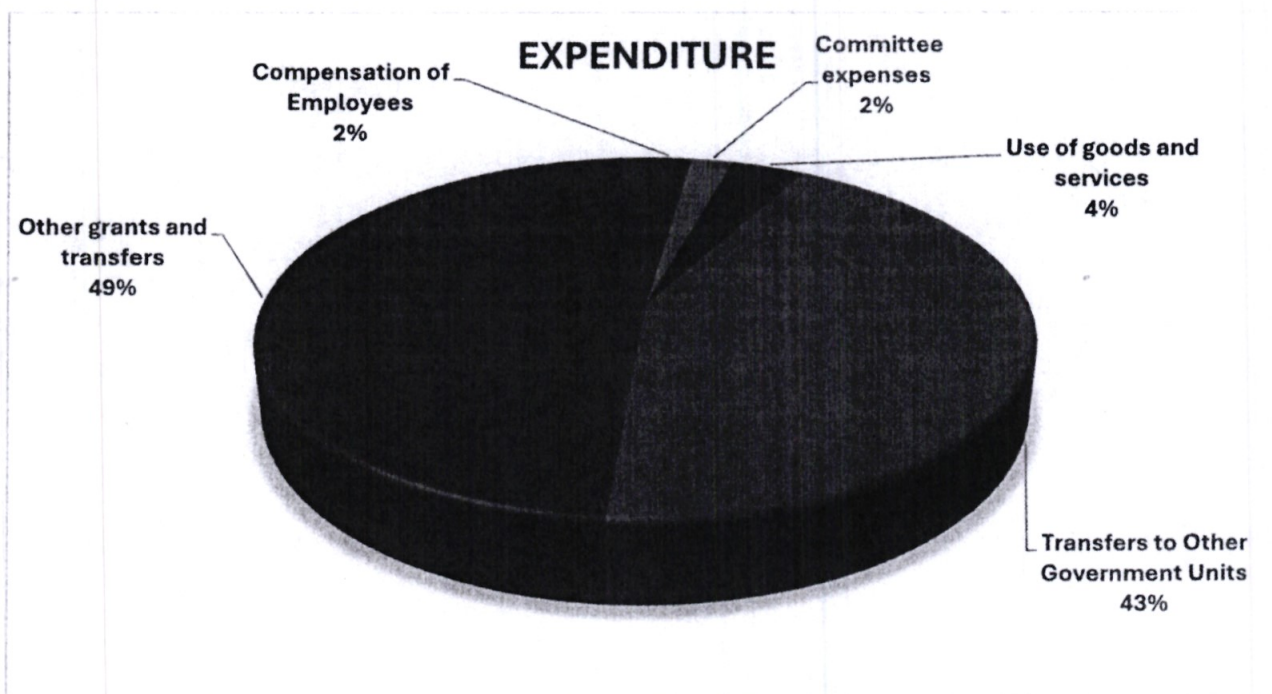
In regards to the above, a consolidated expenditure which was incurred within the financial year was clustered into five categories as outlined below:

Compensation of Employees	4,339,476
Committee expenses	3,998,600
Use of goods and services	6,960,722
Transfers to Other Government Units	83,602,573

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Other grants and transfers	93,797,725
TOTAL PAYMENTS	192,699,096

A pictorial graph of the total expenditures within the year is also shown below:

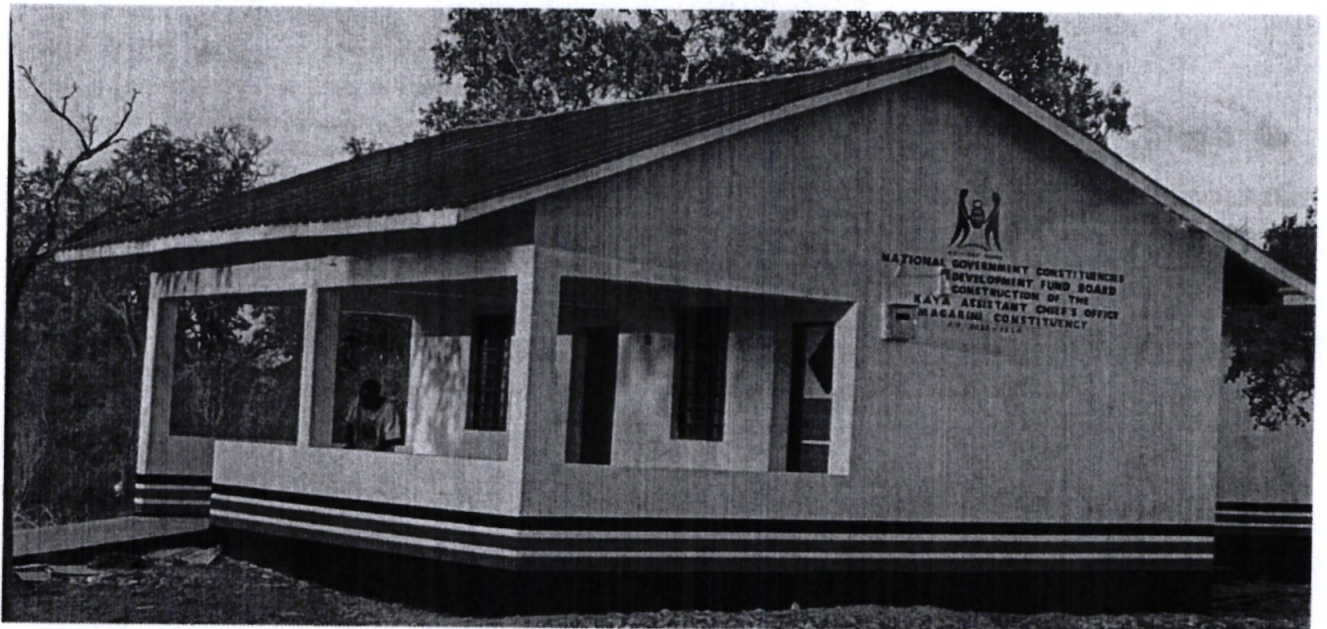


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Some of the project that were done during the financial year include:



Chasimba Primary school – 4 classrooms (Constructed to completion)



Kaya Assistant Chiefs Office (Construction to completion)

Emerging issues

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There has been a significant rise in the cost of living and subsequently the prices of items have gone up. This comes after the budget for the development projects has already been approved and hence the contractors have to make do with the significant rise in cost of purchase for the materials to be used during construction.

Key achievements

The management was able to issue bursaries to over 20,000 beneficiaries hence contributing to retention in schools for the learners who mostly would be sent home and would end up working in the salt firms in order to be able to raise school fees, and most of whom would eventually drop out of school.

Challenges and way forward

One of the challenges we have faced as a constituency is the fact that many of the schools within our constituency are not registered as they do not meet the minimum infrastructural requirement in order for such schools to be registered. This has subsequently been of a negative impact on the said schools as they end up not receiving any funding from the government nor qualified teachers. These schools in return depend on our offices for bursary, which is not sufficient to cater for the large number of needy bursary applicants. Our office is closely working with the office of the Sub county director of education to ensure that as we assist such schools develop the proper infrastructure for their schools, the quality assurance office from the education office is able to immediately commence the registration process.



.....
**Name: Felix Tuva Mwambogo
Chairman NGCDF Committee**

5. Statement Of Performance Against Predetermined Objectives for FY2024/25

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 NG-CDF Magarini in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government NG-CDF Magarini's performance against predetermined objectives.

The key development objectives of the *NGCDF Magarini Constituency 2023-2027* plan are to:

- i. Promotion of Education and Training in the constituency by empowering students and improving infrastructure in the learning institutions
- ii. Ensure universal health coverage
- iii. Promotion of sports and creative talent for the youths
- iv. Enhancement of administration and security within the constituency.
- v. Promotion of Governance and Resource Mobilization
- vi. Promotion of a well-defined Monitoring and evaluation model

Progress on the attainment of Strategic development objectives

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

Sector	Objective	Outcome	Indicator	Performance
Education	<i>To have all children of school going age attending school</i>	<i>Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions</i>	<i>number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels</i>	<i>In FY 2024/25 - we increased number of classrooms in Junior secondary schools by 24 to enhance learning in the schools - Bursary beneficiaries in day and secondary schools increased with a priority for the funds received being given to bursary award. Students in TVETs were also given priority in order for them to attain skills necessary to enable them to be self</i>

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				<i>employed and consequently also create employment</i>
<i>Security</i>	<i>To improve security in the constituency</i>	<i>Increase number of police post and chiefs office</i>	<i>Number of police post and chiefs office</i>	<i>In FY 2024/2025 Magarini NGCDF allocated the final portion of funds for the completion of Gongoni Police station which will be serving approximately 20,000 people and hence improving the security around the area.</i>
<i>Climate change mitigation activities</i>	<i>To improve climate in the institutions within the Constituency</i>	<i>Enhance learning environment to learners</i>	<i>Increase number of trees and water catchment measures</i>	<i>In FY 2024/2025 the management allocated funds towards the installation of gutters and a 10,000 litres water tanks in Lafithi primary school and Kaya Dagamra primary school</i>
<i>Emergency</i>	<i>To cater for unforeseen events</i>	<i>Enhancement of learning institutions</i>	<i>Increase in toilets in learning institutions</i>	<i>In FY 2024/2025 there was no emergency hence all these funds</i>

6. Governance Statement

The NG-CDF Magarini is governed by the NG-CDF committee members who are selected by a selection panel established under paragraph (4) of NG-CDF regulations.

The functions of a constituency committee shall be to

- Build the capacity of project Management Committees and sensitize the community on the operations of the fund.
- Consider all project proposals from all wards in the constituency and any other projects which a constituency committee considers beneficial to the constituency;
- Ensure that all proposed projects are approved;
- Ensure that project proposals submitted to the board include detailed budget proposals, procurement plans and works plans; in approving a project and before submitting the project to the board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the constitution;
- Consult with relevant government department to ensure that cost estimates for projects are realistic; in considering joint projects;
- Ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board'
- Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board
- Ensure that project reports are prepared and submitted to the board;
- Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects;
- Ensure that the principles of public finance as provided for under chapter twelve of the constitution and the public finance management legislation are observed in the management of the fund;
- Submit financial statements to the board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;

- Collaborate with the officer of the Board seconded to the Constituency in the management of the fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- Record the names of all the signatories

Removal of NG-CDF Members

- The members of a constituency committee may remove a member in accordance with section 43(13) and (14) of the Act upon receipt of a complaint against a member.
- A complaint against a member of a constituency committee shall be deposited with the National Government Constituency office.
- The complaint referred to in paragraph (2) shall clearly set out the particulars of the issues complained of
- The secretary shall convene a special meeting in accordance with these regulations to deliberate on the complaint, but the member against whom the complaint is raised shall not participate in such a meeting
- If, at a meeting held pursuant to paragraph (4) members determine that sufficient grounds exist requiring the member against whom the complaint is raised to respond to the issues complained of, the secretary shall by notice, require the member to respond to the issues received in the complaint within fourteen days of the date of the notice
- A copy of the complaint and any other grounds of removal shall be attached to the notice issued under paragraph (5).
- The member against whom the complaint is raised may be required to respond to the complaint in writing. The member against whom a complaint is raised may, in addition to the written response required under paragraph (7), elect to be heard orally, and a constituency committee may hear such a member
- The member against whom a complaint is made may call witness. If the member against whom a complaint is raised choose not to submit a response in writing or to attend the hearings, a constituency committee may proceed to determine the matter

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- Notwithstanding paragraph (10), a constituency committee may summon the member against whom the complaint is made to clarify any issue, and such member shall attend the hearing. Kenya subsidiary legislation, 2016 1955
- If the member against whom a complaint is made fails to respond to the complaint as may be directed by a constituency committee, the committee may proceed and make a determination based on the evidence available.
- A constituency committee shall issue its decision on the complaint within seven days after the conclusion of the hearing.
- If constituency committee resolves to remove the member against whom a complaint is made, the secretary shall communicate the decision of the constituency committee to the board within fourteen days of the decision.
- The communication to the board under paragraph (14) shall include dully executed proceedings, together with all the supporting documents.
- The board shall, within thirty days after receipt of the communication in the paragraph (14), consider the matter and issues a final declaration which shall be binding on all parties.

NG CDFC members and the categories they represent

S/no	Name	Position
1	Thomas Kombe Yeri	Male Adult representative
2	Patience Bahati Masha	Female Adult representative
3	Peter Karisa Kombe	Male youth representative
4	Mary Diramo Badiwa	Female youth representative
5	Patricia Farida Martin	PWD representative
6	Philister Hadija Farida	Constituency Nominee Female representative
7	Joseph Mapinga(Deceased)	Constituency Nominee Male representative
8	Nickson Wanje Sulubu	Co-opted member of the board

Members remuneration

During financial year 2024/2025 the NG-CDF committee members conducted 14 meetings, bursary sub-committee conducted 2 meetings. They were remunerated at a rate of kshs 5,000 per sitting and kshs 7,000 for the NG-CDF C Chairperson.

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S/no	Name	Position	No. of meetings attended
1	Thomas Kombe Yeri	Male Adult representative	16
2	Patience Bahati Masha	Female Adult representative	16
3	Peter Karisa Kombe	Male youth representative	15
4	Mary Diramo Badiwa	Female youth representative	15
5	Patricia Farida Martin	PWD representative	15
6	Philister Hadija Farida	Constituency Nominee Female representative	16
7	Joseph Mapinga	Constituency Nominee Female representative	5
8	Nickson Wanje Sulubu	Co-opted member of the board	15
9	Faith W Muia	Ex official(FAM)	11
10	Patrick Musango	Ex official(DCC)	10

Succession in NG CDFC

The NG-CDF Magarini Committee term came to an end after new committee members were gazetted on 21st May, 2025 through gazette notice number Vol. CXXVII – 98. The Board coopted Nickson Wanje Sulubu as a member of Magarini Constituency Committee through letter of reference of NGCDFC/APPOINTMENTS/MAGARINI/2025 dated 10th June, 2025 Member's gazetted are as tabulated below

No.	Name	Category	Statutory Provision Under NG-CDF Act
1	Felix Tuva Mwambogo	Male Adult Representative	Appointment, Pursuant to Sec, 43(2)(b)
2	Thomas Kombe Yeri	Male Adult Representative	Appointment, Pursuant to Sec, 43(2)(b)
3	Peter Karisa Kombe	Male Youth Representative	Appointment, Pursuant to Sec, 43(2)(b)
4	Patience Bahati Masha	Female Adult Representative	Appointment, Pursuant to Sec, 43(2)(b)
5	Philister Hadija Nzaro	Female Adult Representative	Appointment, Pursuant to Sec, 43(2)(b)

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6	Mary Diramo Badiwa	Female Youth Representative	Appointment, Pursuant to Sec, 43(2)(b)
7	Patricia Farida Martin	PLWD Representative	Appointment, Pursuant to Sec, 43(2)(b)
8	Nickson Wanje Sulubu	Coopted Member	NG-CDF Board

Risk management

The management of NG-CDF Magarini has always put in place measures to identify possible risk areas through a consultative engagement with various stakeholders and all risk mitigation factors have been put in place. In this regard the management has complied with NG-CDF Act 2022 as amended in 2023, PPRA regulations, PFM Act 2012, Board circulars, presidential directives and any other law regarding its operations

Conflict of Interest

During every meeting the management has always reminded committee members to declare any conflict of interest before the meeting starts and none of the members declared interest on any matters discussed during the year ended 30th June 2025.

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7. Management Discussion and Analysis

1. Operational and Financial Performance

The Magarini NG-CDF has consistently received increased allocations over the last five fiscal years, signifying trust and growth in constituency-level development. Fund absorption remains high due to strategic planning and timely execution of priority projects.

Fiscal Year	Allocation	Utilization (%)	Unspent Balance
2020/21	137,454,879.31	98%	2.8M
2021/22	137,088,879.00	100%	0M
2022/23	151,960,174	99.2%	1.2M
2023/24	184,129,901	99.06%	8M
2024/25	188,450,052.00	69%	60M

2. Key Projects Implemented and Ongoing

Education:

- 24 new classrooms built
- Over 20,000 students benefited from bursary disbursements
- Construction of a 208 capacity dormitory

Social Security & Public Safety:

- Construction of Assistant chief's offices
- Construction of a Police station

3. Statutory Compliance

The Fund adheres to the NG-CDF Act, 2015 and the Public Finance Management framework. Audits are performed annually with no major except for opinion reports. Procurement processes conform to the Public Procurement and Asset Disposal Act, ensuring transparency.

- All statutory reports submitted to the NG-CDF Board and National Treasury in time
- Annual Work plans and Budgets approved and implemented successfully.

4. Major Risks Facing the Fund

Risk Factor	Mitigation Strategy
Delayed disbursements	Continuous engagement with National Treasury
Escalating construction costs	Dynamic budgeting and project prioritization
Low contractor performance	Vetting, contract enforcement, regular audits
Community disputes	Stakeholder forums and public participation

5. Arrears and Financial Obligations

There are no statutory arrears however, the board is yet to receive KES 58,450,052.09 primarily related to infrastructure work, ICT hub and purchase of school bus projects

6. Review of Economy and Sector

National Context

Kenya's post-pandemic recovery, growing GDP, and increased public investment have created a favorable environment for constituency development. The fiscal space, however, remains constrained by inflationary pressures and debt servicing.

Sectoral Dynamics:

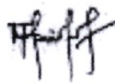
- **Education:** Increased demand for digital learning tools.
- **Bursary:** Increased bursary dependence.
- **Climate change:** Emphasis on climate-resilient projects.

7. Future Developments

Looking ahead, Magarini NG-CDF is set to:

- Expand digital learning by improving ICT infrastructure in schools.
- Increase bursary allocation to support more vulnerable learners
- Address climate change mitigation measures by planting more trees and tap solar energy.
- Strengthen monitoring and evaluation frameworks to ensure project effectiveness.

The Magarini Constituency NG-CDF remains committed to fostering sustainable development and improving the quality of life for its constituents through prudent



.....
**Name: Faith W Muia
Fund Account Manager**

8. Environmental and Sustainability Reporting

NG-CDF Magarini exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security sector support and Climate mitigation. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

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

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

2. Environmental performance

During the financial year 2024-2025 the management allocated funds for the installation of gutters and two(2) 3000 litres water tanks to harvest water during rain seasons at Lafithi primary school and Kaya Dagamra Primary school.

Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance coverage through a reliable insurance Scheme. Employees are encouraged and supported to build on their skills and knowledge continually. Magarini 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-

Magarini Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

4. Community Engagements-

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

Public Participation in Project Identification, Implementation, and Monitoring

Magarini 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

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

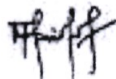
Public participation is a process that directly engages the concerned stakeholders in decision-making and fully considers public input.

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

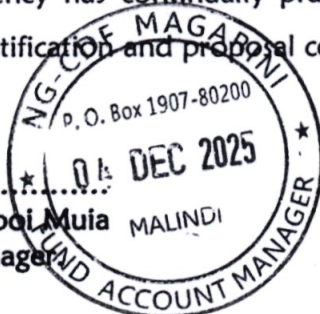
Public Awareness

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

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



Name: Faith Wambui Muia
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 NG-CDF Magarini shall prepare financial statements in respect of that NG-CDF Magarini. 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-Magarini Constituency is responsible for the preparation and presentation of the NG-CDF Magarini's financial statements, which give a true and fair view of the state of affairs of the NG-CDF Magarini 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 NG-CDF Magarini; Designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; Safeguarding the assets of the NG-CDF Magarini; Selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Magarini Constituency accepts responsibility for the NG-CDF Magarini'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 *NG-CDF Magarini's* transactions during the financial year ended June 30, 2025, and of the NG-CDF Magarini's financial position as at that date. The Accounting Officer charge of the NGCDF-Magarini Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the NG-CDF Magarini's financial statements as well as the adequacy of the systems of internal financial control.

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

The Accounting Officer in charge of the NGCDF Magarini Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NG-CDF Magarini's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further, the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya. In preparing the financial statements, the Committee has assessed the Fund's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Committee that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The NGCDF- Magarini Constituency financial statements were approved and signed by the Accounting Officer on 8th August, 2025.

.....


Name: Felix Tuva Mwambogo
Chairman – NGCDF Committee


.....


Name: Faith Wamboi Muja
Fund Account Manager

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MAGARINI 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 - Magarini Constituency set out on

pages 1 to 70, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Magarini Constituency as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the National Government Constituencies Development Fund Act, 2015 (Amended 2022), 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. Unsupported and Irregular Expenditure on Committees Expenses

The statement of financial performance reflects expenditure totalling to Kshs.3,998,600 on committee expenses as disclosed in Note 11 to the financial statements. Included in this expenditure is an amount of Kshs.1,403,200 in respect to sitting allowances. Available information indicate that sixteen (16) meeting were conducted during the year under review leading to an expenditure of Kshs.702,000 resulting to unexplained variance of Kshs.701,200.

In the circumstances, the accuracy, completeness and value for money on expenditure on committee expenses totalling to Kshs.3,998,600 could not be confirmed.

2. Inaccurate and Unsupported Expenditure on Security Projects

The statement of financial performance reflects expenditure on other grants and transfers totalling to Kshs.95,408,214 as disclosed in Note 14 to the financial statements. Included in this expenditure is Kshs.18,306,965 in respect of security projects. However, budget execution by sectors and projects reflects total expenditure of Kshs.16,791,383 in respect of security projects resulting to unexplained variance of Kshs.1,515,582. The evidence of establishment of PMC to handle the projects, the expenditure returns and other supporting documentations have not been provided for audit review.

In the circumstances, the accuracy and completeness of expenditure on security projects totalling to Kshs.18,306,965 could not be confirmed.

3. Unsupported Cash and Cash Equivalents Balance

The statement of financial position reflects cash and cash equivalents balance of Kshs.96,994,112 as disclosed in Note 19 to the financial statements. The balance

includes Kshs.36,308,676 held in the operations bank account, Kshs.2,116,506 in the deposit bank account and Kshs.58,568,930 in the PMC's bank accounts. However, the certificate of bank balance for the deposit account has not been provided for review.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.96,994,112 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final revenue budget and actual on comparable basis of Kshs.348,143,258 and Kshs.289,693,206 respectively resulting to an under-funding of Kshs.58,450,052 or 17% of the budget. Similarly, the Fund spent an amount of Kshs.192,699,096 against actual revenue of Kshs.289,693,206 resulting to an under-utilization of Kshs.96,994,110 or 33%.

The under-funding and under-utilization 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 prior year audit report, one (1) issue was raised under the Report on Lawfulness and Effectiveness in Use of Public Resources. The issue was on regularity of procurement practices. Review of the status during audit of the Fund in 2024/2025 revealed that the matter remained unresolved.

Other Information

The Management is responsible for the Other Information set out on page iii to xxxii which comprise of Key Constituency Information and Management, NGCDF Committee, NGCDF 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 the Fund's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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. Ineffective Vetting and Award of Bursary

The statement of financial performance reflects expenditure on other grants and transfers totalling to Kshs.95,408,214 as disclosed in Note 14 to the financial statements. Included in the expenditure is bursary payments to Secondary Schools, Tertiary Institutions and Special Schools totalling to Kshs.48,308,100, Kshs.25,474,000 and Kshs.1,421,000 respectively. However, the bursary disbursements were not supported by minutes of the bursary committee clearly detailing the following:

- i. Invitation to the general public.
- ii. A list of bursary applications received.
- iii. A list of applicants recommended for award of bursary including applicants with special needs including minorities, persons with disability (PWD), orphans and vulnerable children (OVC), disadvantaged girl child, disadvantaged boy child, children of single parent, children from street families and academically outstanding but needy children.
- iv. A list of those not recommended for approval.

In addition, review of bursary application forms revealed the following weakness:

- i. The application forms were not approved by the chairperson and the certification by the school bursar did not include the fee arrears of the applicant.
- ii. The bursary application forms were serialized. However, a record of forms issued out to the applicant was not maintained.

This was contrary to NG-CDF Board circular Ref no. NG-CDFB/CEO/BOARD Vol II (021) dated 18 June, 2020 on guidelines for administration of education bursary schemes, mock examination and continuous assessment test which requires that NG-CDF Committee to establish a sub-committee for efficient and effective administration of education bursary scheme and that the sub-committee shall consist of the officer in charge of education in the sub-county, the officer of the board seconded to the constituency who shall be the secretary to the committee and at least two (2) but not more than four (4) members drawn from NG-CDF committee, but excluding the chairman and the secretary, the sub-committee may in addition co-opt in writing up to four (4) other persons drawn from the government or the community to strengthen decision making.

The tenure of the office for the members of the sub-committee shall be one (1) year renewable. Roles and responsibility of the sub-committee is to invite applicants, analyze received applications and make recommendations to NG-CDF Committee clearly listing the applicants recommended and those not recommended for approval, review monitoring reports on bursary performance. In addition, the National Government Constituency Development Fund Committee shall put in place systems for identifying beneficiaries of education bursary that; embrace community participation, openness, transparency and inclusivity, has inbuilt mechanism for ensuring that bursary awards are in tandem with the social economic needs of the applicants, gives special focus to persons with special needs including minorities, persons with disability, orphans and vulnerable children, disadvantaged girl child, disadvantaged boy child, children of single parents and children from street families, enabled, academically outstanding but needy children access education without hindrance.

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

2. Irregular Procurement for Construction Projects

The statement of financial performance reflects expenditure on other government units' actual expenditure totalling to Kshs.85,968,300 as disclosed in Note 13 to the financial statements. Included in this expenditure is Primary Schools, Secondary Schools and Tertiary Institutions expenditures totalling to Kshs.50,551,451, Kshs.33,916,380 and Kshs.1,500,469 respectively. Review of records revealed the following:

i. Construction of Three Classrooms at Kwandenzi Primary School

During the year under review, NGCDF - Magarini Constituency Committee allocated Kshs 4,200,000 to Kwandenzi Primary School for construction to completion of three (3) classrooms. The tender was awarded to a local contractor at a contract sum of Kshs.4,180,000. However, the following anomalies were observed;

- a. No evidence was provided to show how the tenderers were invited to submit their quotations contrary to Regulation, 185(1) of the Public Procurement & Asset Disposal Regulations, 2020 which states, a public tender notice shall be advertised in accordance with Section 96 of the Act.
- b. The contract agreement indicated the date of site possession was immediately. However, site handing over minutes and reports were not provided contrary to Paragraph 8.1.1 of the General Conditions of Contract (GCC) which prescribes the commencement date shall be the date of the Architect notification recording the agreement of both Parties on such fulfilment and instructing to commence the Work is received by the Contractor
- c. During the year under review one (1) payment certificate of Kshs.2,000,000 was raised and paid on 15 August, 2025. However, the payment certificate was not supported with certificate of measured works undertaken contrary to Section 150 (3) of the Public Procurement and Asset Disposal Act, 2015.

ii. Proposed Construction of Storey Dormitory at Mapimo Girls Secondary School

During the year under review, Mapimo Girls Secondary School was allocated Kshs.13,130,163. The project bank account had an opening balance of Kshs.8,169,837 resulting to available balance of Kshs.21,300,000 for construction of a two hundred and eight (208) student capacity storey dormitory. The contract awarded to a local contractor at a contract sum of Kshs.21,295,000. However, the following anomalies were observed:

- a. No evidence of advertisement was provided for audit review contrary to Regulation, 185(1) of the Public Procurement & Asset Disposal Regulations, 2020 which states, a public tender notice shall be advertised in accordance with Section 96 of the Act.
- b. No evidence was provided to confirm whether the winning bidder submitted a performance security prior to signing of the contract contrary to Section 142. (1) and 143 of the Public Procurement and Asset Disposal Act, 2015.
- c. The contract agreement indicated the date of site possession was immediately 9 August, 2024. However, no site handover minutes were provided for audit contrary to Paragraph 8.1.1 of the General Conditions of contract (GCC) which prescribes the commencement date shall be the date of the Architect notification recording the agreement of both Parties on such fulfilment and instructing to commence the Work is received by the Contractor.
- d. Three (3) payment certificates totaling to Kshs.15,000,000 were raised and paid during the year under review. However, the payment certificates were not supported with certificates of measured works undertaken contrary to Section 150 (3) of the Public Procurement and Asset Disposal Act, 2015.

iii. Proposed Construction to Completion of Four Classroom Block at Msumarini Integrated Secondary School

Msumarini Integrated Secondary School was awarded Kshs.5,600,000 for construction of a four (4) classroom block. The tender was awarded to a local

contractor at a contract sum of Kshs.5,576,850. However, the following irregularities were observed:

- a. No evidence of advertisement was provided for audit review contrary to Regulation 185 (1) of the Public Procurement & Asset Disposal Regulations, 2020 which states, a public tender notice shall be advertised in accordance with Section 96 of the Act.
- b. Tender evaluation minutes dated 3 July, 2024 reflected four (4) bidders responded and were evaluated. However, the report was not supported with evidence of individual evaluation committee score sheets to confirm the process was independent and fair contrary to Regulation 31 (1) of the Public Procurement and Asset Disposal Regulations, 2020.
- c. No evidence was provided to confirm the notification to unsuccessful bidders was dispatched, delivered and received by the contractors. Further, the notification to the unsuccessful bidders did not disclose the reasons for disqualification and who the tender was awarded to contrary to Section 87 (3) of the Public Procurement and Asset Disposal Act 2015.
- d. No evidence was provided to confirm the winning bidder submitted a performance security contrary to Section 142. (1) and 143 of the Public Procurement and Asset Disposal Act 2015.
- e. Two (2) payment certificates totaling to Kshs.5,576,850 were raised and paid during the year under review. However, the payment certificates were not supported with certificates of measured works undertaken by the contractor contrary to Section 150 (3) of the Public Procurement and Asset Disposal Act, 2015.

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

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

REPORT ON 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

08 December, 2025

**National Government Constituencies Development Fund (NGCDF)
Magarini 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
Revenue from non-exchange transactions		
Transfers from the NGCDF Board	6	188,450,052
Grants/donations from other entities	7	-
Revenue from exchange transactions		
Finance income	8	-
Miscellaneous income	9	3,000
Total revenue		188,453,052
Expenses		
Employee costs	10	5,276,457
Committee expenses	11	3,998,600
Use of Goods and Services	12	6,102,999
Other Government Units Actual expenditure	13	85,968,300
Other Grants and Transfers Actual expenditure	14	95,408,214
Depreciation and amortization expense	15	162,249
Digital Hubs Actual expenditure	16	-
Total expenses		196,916,819
Other gains/(losses)		
Gain/Loss on Sale of Assets	17	-
Impairment loss	18	-
Surplus/(Deficit) for the year		(8,463,767)


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



**Chairman NG-CDF
Committee
Name: Felix Tuva
Mwambogo**



**National Sub-County
Accountant
Name: Maxwell Mlombo
Buni**



**Fund Account Manager
Name: Faith W. Mwa**

Paragraph 79 of IPSAS 33 allows for the election by an MDA to present one statement of financial performance, one statement of cash flow, one statement of net assets and the statement of financial position, and an opening statement of financial position at the time of adoption of the accrual basis of accounting. In preparing this financial reporting template, this election has been made; therefore, there are no comparatives in the first year of transition.)

National Government Constituencies Development Fund (NGCDF)
Magarini 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 2024-2025	Opening Statement Int July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	19	96,994,112	98,837,523
Receivables from Exchange Transactions	20	-	-
Receivables from Non-Exchange Transactions	21	58,450,052	60,852,685
Prepayments	22	77,732	-
Total Current Assets		155,521,896	159,690,208
Non-Current Assets			
Property, Plant and Equipment	23	617,741	-
Intangible Assets	24	-	-
Right-of-use assets	25	-	-
Total Non- Current Assets		617,741	-
Total Assets (A)		156,139,637	159,690,208
Liabilities			
Current Liabilities			
Trade and Other Payables	26	-	-
Third-Party Deposits	27	4,619,803	643,587
Lease Liabilities	28	-	-
Gratuity provision	29	2,021,599	1,084,618
Total Current Liabilities		6,641,402	1,728,205
Non-Current Liabilities			
Lease Liabilities	28	-	-
Total Liabilities (B)		6,641,402	1,728,205


**National Government Constituencies Development Fund (NGCDF)
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Net Assets (A-B)		149,498,235	157,962,003
Represented by:			
Accumulated Surplus		149,498,235	157,962,003

The Constituency financial statements set out on pages 1 to 14 approved by NGCDF on and signed by:



 Chairman NG-CDF
 Committee
 Name: Felix Tuva
 Mwambogo



 National Sub-County
 Accountant
 Name: Maxwell Mlombo
 Buni



 Fund Account Manager
 Name: Faith Wambol Muiya



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

Description	Revenue	Accumulated Surplus/Deficit	
As at 30 th June 2024 (cash basis)		38,001,530	38,001,530
Adjustments: (to recognize assets and liabilities)			
Add Assets		120,604,060	120,604,060
Less Liabilities		643,587	643,587
As at July 1, 2024		157,962,003	157,962,003
Surplus/(Deficit) For the Period		(8,463,767)	(8,463,767)
Revaluation Gain/Loss		-	-
As at 30 th June (current year)		149,498,236	149,498,236

National Government Constituencies Development Fund (NGCDF)
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14. Statement Of Cash Flows for The Year Ended 30th June 2025

	Notes	Period ended Jun-25 Kshs
Cash flows from operating activities		
Receipts		
Transfers from the NGCDF Board		190,852,684
Grants/donations from other entities		-
Finance income		-
Miscellaneous income		3,000
Total Receipts		190,855,684
Payments		
Employee costs		4,339,476
Committee expenses		3,998,600
Use of Goods and Services		6,180,732
Other Government Units Certified Works		83,602,573
Other Grants and Transfers		93,797,725
Digital Hubs Expenses		
Total Payments		191,919,106
Net Cash Flows from/ (used in) Operating Activities	30	(1,063,422)
Cash flows From Investing Activities		
Purchase of PPE		(779,990)
Purchase of Intangible assets		-
Proceeds From Sale of PPE		-
Net Cash Flows from Investing Activities		(779,990)
Net increase/(decrease) in cash & Cash equivalents		(1,843,412)
Cash Flows from Financing Activities		
Lease payment		0
Net Cash Flows from Financing Activities		0
Cash and cash equivalents at Period Start	19	98,837,523
Cash and cash equivalents at Period End	19	96,994,111

National Government Constituencies Development Fund (NGCDF)
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15. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2025

	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	b		c=(a+b)	d	e=(c-d)	f=d/c*100
	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	188,450,052	98,837,522	60,852,684	348,140,258	289,690,206	58,450,052	83%
Grants/donations from other entities	-	-	-	-	-	-	
Finance income	-	-	-	-	-	-	
Miscellaneous income		3,000	-	3,000	3,000	-	
Totals	188,450,052	98,840,522	60,852,684	348,143,258	289,693,206	58,450,052	83%
Expenses							
Employee costs	5,340,872	2,101,518	2,532,610	9,975,000	4,339,476	5,635,524	44%
Committee expenses	4,054,000	481,100	-	4,535,100	3,998,600	536,500	88%

National Government Constituencies Development Fund (NGCDF)
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	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	Kshs	Kshs		Kshs	Kshs	Kshs	
	a	B		C=(a+b)	D	e=(c-d)	f=d/c*100
Use of Goods and Services	7,114,449	2,335,038	1,677,255	11,126,742	6,960,722	4,166,020	63%
Other Government Units Certified Works	55,930,163	69,519,877	38,281,656	163,731,696	83,602,573	80,129,123	51%
Other Grants and Transfers	107,010,568	20,837,111	17,800,152	145,647,831	93,797,725	51,850,106	64%
Acquisition of assets	-	780,000	561,011	1,341,011	-	1,341,011	0%
Other projects	9,000,000	1,921,785	-	10,921,785	-	10,921,785	0%
Funds Pending Approval**		864,093	-	864,093	-	864,093	0%
Total Expenditure	188,450,052	98,840,522	60,852,684	348,143,258	192,699,096	155,444,163	55%
Surplus for the period	-	-	-	-	96,994,112	(96,994,112)	0%

***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.

The underutilization of 60% was as a result of delay in funds disbursement from the board

**National Government Constituencies Development Fund (NGCDF)
Magarini Constituency
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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	155,444,164
Less undisbursed funds receivable from the Board as at period 30th June, 2025	58,450,052
Cash and Cash Equivalents at the end of the 30 th June 2025	96,994,112

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.
The Constituency financial statements were approved by NG CDFC onand signed by:



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Fund Account Manager

Name: Faith Wambui Muia

[Handwritten signature]

National Sub-County Accountant

Name: Maxwell Mlombo Buni

[Handwritten signature]

Chairman NG-CDF Committee

Name: Felix Tuva Mwambogo

National Government Constituencies Development Fund (NGCDF)

Magarini Constituency

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

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Blk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	5,340,872	2,101,518	2,532,610	9,975,000	4,339,476	5,635,524
1.2 Committee allowances	1,798,000.00	267,100	-	2,065,100	1,744,200	320,900
1.3 Use of goods and services	4,140,131	1,414,394	728,255	6,282,780	3,560,427	2,722,353
Sub-total	11,279,003	3,783,012	3,260,865	18,322,880	9,644,103	8,678,777
2.0 Monitoring and evaluation						
2.1 Capacity building	770,000	47,400	365,000	1,182,400	969,740	212,660
2.2 Committee allowances	2,256,000	214,000		2,470,000	2,254,400	215,600
2.3 Use of goods and services	2,204,318	873,244	584,000	3,661,562	1,650,565	2,161,197
Sub-total	5,230,318	1,134,644	949,000	7,313,962	4,874,705	2,589,457
4.0 Emergency						
unutilized	9,916,529	-	-	9,916,529	-	9,916,529

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years'			
			Outstanding Disbursements			
Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Sub-total	9,916,529	-	-	9,916,529	-	9,916,529
5.0 Bursary and Social Security						
5.1 Primary Schools				-		-
5.2 Secondary Schools	44,704,199	4,411,100		49,115,299	48,308,100	807,199
5.3 Tertiary Institutions	22,000,000	1,561,949.21	3,955,554	27,517,503	25,474,000	2,043,503
5.4 special needs		1,939,767		1,939,767	1,421,000	518,767
5.5 Education Support Programmes				-		-
Sub-total	66,704,199	7,912,816	3,955,554	78,572,569	75,203,100	3,369,469
Sports						
Const. sports torn		192,037		192,037	-	192,037
Sub-total	-	192,037	-	192,037	-	192,037
7.0 Environment						
7.1 Kaembeni Secondary School			49,942.00	49,942	-	49,942

**National Government Constituencies Development Fund (NGCDF)
Magarini Constituency**

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Programme/Sub-programme	Original Budget	Adjustments			Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/70k) and AIA	Previous Years'				
			Outstanding Disbursements				
Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
7.2 Mapimo Primary School			49,942.00	49,942	-	49,942	
7.3 Kibokoni Primary School			49,942.00	49,942	-	49,942	
7.4 Garashi Secondary School			48,693.00	48,693	-	48,693	
7.5 Kibaoni Primary School			48,693.00	48,693	-	48,693	
7.6 Kasikini Primary School			48,693.00	48,693	-	48,693	
7.7 Ramada Primary School			48,693.00	48,693	-	48,693	
7.8 Sabaki Primary School			-	-	-	-	
7.9 Mtoroni Primary School			-	-	-	-	
Lafithi Primary School	325,000			325,000	-	325,000	
Kayadagama Primary School	325,000			325,000	-	325,000	

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years'			
			Outstanding Disbursements			
Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Sub-total	650,000	-	344,598	994,598	-	994,598
8.0 Primary Schools Projects						
Amkeni Primary School		92,488.00		92,488	-	92,488
Balaga Primary School		308,674.00		308,674	-	308,674
Bandacho Primary School		86,611.00		86,611	100	86,511
Baraka Primary School		19,870.00		19,870	-	19,870
Baraka Primary School		6,638.00		6,638	-	6,638
Binzaro Primary School		209,634.00		209,634	205,050	4,584
Bofu Primary School		20,274.00		20,274	-	20,274
Bomani Primary School		118,795.00		118,795	-	118,795
Borabora Primary School		11,480.00		11,480	615	10,865
Chakama Primary School		3,521,474.19	678,526	4,200,000	4,199,189	812

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Chakama Primary School		1,000,000		1,000,000	950,200	49,800
Chasimba Primary School		157,609	1,250,000	1,407,609	150,215	1,257,394
Chasimba Primary School		76,169		76,169	75,410	759
Chasimba Primary School		4,350,00		4,350,000	5,596,824	(1,246,824)
Danisa Primary School and JSS		-	1,414,855	1,414,855	-	1,414,855
Galukani Primary School		89,366		89,366	-	89,366
Jericho Primary School		195,003		195,003	179,268	15,735
Jirikokole Primary School		242		242	100	142
Kadzandani Primary School		93,323		93,323	-	93,323
Kadzifitseni Primary School		101,709		101,709	-	101,709
Kadzuhoni Primary School		45,483		45,483	891	44,592
Kaguguta Primary School	5,600,000	-		5,600,000	-	5,600,000

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years'			
			Outstanding Disbursements			
Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Kanyumbuni Primary School		2,575		2,575	-	2,575
Kanyumbuni Primary School		4,350,000	1,250,000	5,600,000	5,227,964	372,036
Kaoyeni Primary School		26,784		26,784	-	26,784
Kasimani Primary and JSS Pmc		-	2,829,704	2,829,704	2,687,351	142,353
Kata Primary School		4,011		4,011	-	4,011
Katsangani Primary School		333,522		333,522	171,700	161,822
Kavunyalalo Primary School		219,794		219,794	-	219,794
Kaya Dagamra Primary School		50,063		50,063	-	50,063
Kibaoni Primary School		146,252		146,252	-	146,252
Kibaoni Primary School	1,000,000	-		1,000,000	-	1,000,000
Kirosa Primary School	5,600,000	-		5,600,000	-	5,600,000
Komboboma Primary School		1,000,000		1,000,000	951,324	48,676

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kotayo Primary School		14,760		14,760	-	14,760
Kwandezi Primary School and JSS		-	4,200,000	4,200,000	-	4,200,000
Lafithi Primary School		159		159	-	159
Magarini Primary School		313,008.00		313,008	270,846	42,162
Majenjani Primary School and JSS		-	2,829,704	2,829,704	2,633,806	195,898
Majengo Primary School		57,231		57,231	57,102	129
Mambrui Primary School		498,305		498,305	-	498,305
Mapimo Central Primary School		4,737		4,737	-	4,737
Mapimo Primary School		3,705,000		3,705,000	-	3,705,000
Mapimo Primary School		13,361		13,361	100	13,261
Marikebuni Primary School	5,600,000	-		5,600,000	-	5,600,000
Matolani Primary School		41,894		41,894	-	41,894

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Mbaoni Primary School		79,013		79,013	76,004	3,009
Mekatillili Primary School		49,163		49,163	-	49,163
Mgurureni Primary School		140,850		140,850	-	140,850
Mgurureni Primary School		-	2,800,000	2,800,000	2,664,956	135,044
Midodoni Primary School		94,596		94,596	94,194	402
Milimani Primary and JSS Pmc		-	2,829,704	2,829,704	2,623,952	205,752
Mkono wa Jongoo Primary School		49,322		49,322	-	49,322
Mnagoni Primary School		617		617	-	617
Mpirani Primary School		38,011		38,011	-	38,011
Mtangani Pamoja Primary School		40,464		40,464	40,240	224
Mtangani Pamoja Primary School	5,600,000	-		5,600,000	-	5,600,000
Mtoroni Primary School		21,314		21,314	21,115	199

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Mtsangamali Primary School		157,418		157,418	-	157,418
Mulunguni Primary School & JSS		-	2,829,704	2,829,704	1,621,150	1,208,554
Muthoroni Primary School		55,066		55,066	-	55,066
Mwaeba Primary School		210,440		210,440	192,433	18,007
Mwangani Primary School & JSS		11,318		11,318	-	11,318
Mwangani Primary and JSS Pmc		-	2,829,704	2,829,704	2,660,445	169,259
Mwangatini Primary School		107,077		107,077	-	107,077
Ndharako Primary School		186,209		186,209	180,132	6,077
Nyamala Sinene Primary School		17,197		17,197	-	17,197
Povuni Primary School		4,350,000	1,250,000	5,600,000	5,598,855	1,145
Shomela Primary School		32,835		32,835	-	32,835
Sogorosa Primary School		8,882		8,882	-	8,882

National Government Constituencies Development Fund (NGCDF)
Magarini Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
			Kshs			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Songerako Primary School		63,762		63,762	100	63,662
Sosochamari Primary and JSS Pmc		-	2,829,704	2,829,704	1,982,300	847,404
Tumaini Zhongwani Primary School and JSS		-	2,829,704	2,829,704	2,687,739	141,965
Ulaya Primary School		55,449		55,449	-	55,449
Ulaya Primary School		936,890		936,890	870,923	65,967
Waresa Primary School		27,986		27,986	-	27,986
Yedhi Primary School		1,358,110	191,047	1,549,157	812,740	736,417
Ziwani Primary School		3,911,846		3,911,846	3,684,231	227,615
Dhololo Primary school		700	-	700		700
Majengo Primary School		370	-	370		370
Sub-total	23,400,000	33,291,202	32,842,356	89,533,558	49,169,563	40,363,995
9.0 Secondary Schools Projects (List all the Projects)						

National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Adu Secondary School		398,262		398,262	397,167	1,095
Adu Secondary School	9,700,000			9,700,000	-	9,700,000
Adu Secondary School		926,451		926,451	379	926,073
AJ Kingi Secondary School		15,050		15,050	504	14,546
Baricho Secondary School		102,144		102,144	-	102,144
Burangi Secondary School		79,835		79,835	-	79,835
Burangi Secondary School		4,450,000	1,150,000	5,600,000	5,599,708	292
Chakama Secondary School		5,343		5,343	378	4,965
Dagamra Secondary School		65,781		65,781	-	65,781
Galana Girls Secondary School		933,844		933,844	933,827	17
Garashi Secondary School		2,676,234		2,676,234	2,193,971	482,263
Garashi Secondary School		199,999		199,999	-	199,999

National Government Constituencies Development Fund (NGCDF)
Magarini Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Garashi Secondary School		151,935		151,935	-	151,935
Garashi Secondary School		2,908,850		2,908,850	2,908,475	375
Kaembeni Secondary School		164,396		164,396	-	164,396
Kibokoni Secondary School		284,484		284,484	-	284,484
Magarini Girls Secondary School 1	9,700,000			9,700,000	-	9,700,000
Magarini Girls Secondary School		2,396,512		2,396,512	2,396,317	195
Magarini Girls Secondary School		2,500,000		2,500,000	-	2,500,000
Mapimo Girls Secondary School		100,594		100,594	100,580	14
Mapimo Girls Secondary School	13,130,163.09	8,169,837		21,300,000	8,103,764	13,196,236
Marafa Secondary School		392,078		392,078	-	392,078
Mjanaheri Secondary School		225,561		225,561	-	225,561
Msumarini Integrated Secondary School		3,410,700	2,189,300	5,600,000	5,577,670	22,330

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Muongano Secondary School		153,076		153,076	-	153,076
Ngomeni Secondary School		463,157		463,157	-	463,157
Ramada Secondary School		320,813		320,813	-	320,813
Sabaki Secondary School		96,413		96,413	-	96,413
Sabaki Secondary School		2,200,000	600,000	2,800,000	2,799,429	571
Wakala Girls Secondary School 1		70,146		70,146	-	70,146
Wakala Girls Secondary School 2		205,257		205,257	-	205,257
Wathala Secondary School		2,076,909		2,076,909	1,995,350	81,559
Sub-total	32,530,163	36,143,661	3,939,300	72,613,124	33,007,518	39,605,606
10.0 Tertiary institutions Projects (List all the Projects)						
Galana Teachers Training College		-	1,500,000	1,500,000	1,425,492	74,508
Galana TTC		85,014		85,014	-	85,014

National Government Constituencies Development Fund (NGCDF)
Magarini Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	-	85,014	1,500,000	1,585,014	1,425,492	159,522
11.0 Security Projects						
Adu Police Post		3,825		3,825	-	3,825
Adu Police Station		-	5,500,000	5,500,000	4,681,725	818,275
Gongoni Police Station	14,500,000	8,000,000.00		22,500,000	7,995,129	14,504,871
Kaya Assistant Chief's Office		2,100,000		2,100,000	2,099,725	275
Magarini AP Line		27,409		27,409	27,115	294
Magarini Sub- County headquarters	15,239,840	-	8,000,000	23,239,840	-	23,239,840
Marereni Police Post	-	501,024		501,024	-	501,024
Sabaki Assistant Chief Office		2,100,000		2,100,000	1,987,689	112,311
Sub-total	29,739,840	12,732,258	13,500,000	55,972,098	16,791,383	39,180,715
12.0 Acquisition of assets						
12.1 Motor Vehicles (including motorbikes)						

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/BK) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
12.2 Purchase of furniture and fittings		410,000	561,011	971,011	409,990	561,021
12.2 Purchase of Computers		370,000		370,000	370,000	-
Sub-total		780,000	561,011	1,341,011	779,990	561,021
13.0 Others						
Office refurbishment		1,900,000		1,900,000	1,803,242	96,758
Constituency Digital Hub	9,000,000.00	-	-	9,000,000	-	9,000,000
Other projects-sabaki maternity		21,785		21,785		21,785
Sub-total	9,000,000	1,921,785	-	10,921,785	1,803,242	9,118,543
Funds pending approval**						
PMC Balances		789,093		789,093		789,093
AiA		75,000		75,000		75,000
Sub-total		864,093	-	864,093	-	864,093

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Programme/Sub-programme	Original Budget	Adjustments			Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Total	188,450,052	98,840,522	60,852,684	348,143,258	192,699,096	155,444,162	

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

17. Notes to the Financial Statements

1. General information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established by and derives its authority and accountability from the NG-CDF Act 2015 (amended 2023). The NG-CDF is wholly owned by the Government of Kenya and is domiciled in Kenya. The NG-CDF Magarini Constituency principal activity is service delivery to the constituents through provision of bursary to vulnerable learners and construction of infrastructure to schools.

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 PFM Act, and International Public Sector Accounting Standards (IPSAS) and the NG-CDF Magarini has taken advantage of the transitional provisions under IPSAS 33 and therefore these 1st/ 2nd/ 3rd/ are transitional financial statements.* The financial statements have been prepared in accordance with the PFM Act, and International Public Sector Accounting Standards (IPSAS). The NG-CDF Magarini has taken advantage of the transitional provisions under IPSAS 33 and adopted a phased approach; Therefore, this is the 1st transitional financial statements. (The NG-CDF Magarini has recognised all financial Assets which includes cash and cash equivalent for operational account, deposit account and PMC balances, Receivables (owing from the Board and others), Prepayments, PPE and intangible assets acquired in F/Y 2023/2024 to date of

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reporting. Liabilities recognised includes trade and other payables, third party deposits and gratuity provisions. Recognition of all other non-financial assets acquired in f/y prior to 2023/2024 to be recognised in the third year of transition after identification and valuations have been done.

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

3. Adoption of New and Revised Standards

(When an IPSAS becomes effective on 1st January 2025, it is applicable in Kenya from 1st July 2025)

- 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	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of NG-CDF Magarini.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>

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	<i>This IPSAS is not applicable in this constituency</i>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p>Applicable 1st January 2025</p> <p>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.</p> <p>This IPSAS is not applicable in this constituency</p>
IPSAS 45: Property Plant and Equipment	<p>Applicable 1st January 2025</p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognized as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p>This IPSAS will be effective 1st July,2025</p>
IPSAS 46: Measurement	<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.

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	<p>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</p> <p>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</p> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>This IPSAS will be effective 1st July, 2025</i></p>
IPSAS 47: Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an NG-CDF Magarini shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>This IPSAS will be effective 1st July, 2026</i></p>
IPSAS 48: Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p><i>This IPSAS is not applicable in this constituency.</i></p>
IPSAS 49: Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></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>

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	<i>This IPSAS is not applicable in this constituency</i>
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> <ul 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 NG-CDF Magarini'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><i>This IPSAS is not applicable in this constituency</i></p>

iii. Early adoption of standards

The NG-CDF Magarini 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 *NG-CDF Magarini*.

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 NG-CDF Magarini recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-

exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

d) Leases

Finance leases are leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item to the *NG-CDF Magarini*. 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 *NG-CDF Magarini* 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 *NG-CDF Magarini* 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 *NG-CDF Magarini*. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

e) Intangible assets

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

f) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. *The NG-CDF Magarini 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 NG-CDF Magarini and a financial liability or equity instrument of another NG-CDF Magarini. At initial recognition, the NG-CDF Magarini 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 NG-CDF Magarini classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the NG-CDF Magarini's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an NG-CDF Magarini 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 NG-CDF Magarini 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 NG-CDF Magarini 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 NG-CDF Magarini 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 NG-CDF Magarini recognizes a loss allowance for such losses at each reporting date.

b) Financial liabilities

Classification

The NG-CDF Magarini 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

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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 *NG-CDF Magarini*.

h) Provisions

Provisions are recognized when the *NG-CDF Magarini* 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 *NG-CDF Magarini* 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 *NG-CDF Magarini* recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the *NG-CDF Magarini* will incur in fulfilling the present obligations represented by the liability.

j) Contingent liabilities

The *NG-CDF Magarini* 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 NG-CDF Magarini 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 NG-CDF Magarini 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 *NG-CDF Magarini* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an NG-CDF Magarini pays fixed contributions into a separate NG-CDF Magarini (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.

Related parties

The *NG-CDF Magarini* 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 *NG-CDF Magarini*, or vice versa.

m) 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.

n) Comparative figures

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

o) 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 NG-CDF Magarini 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 NG-CDF Magarini. 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 NG-CDF Magarini.
- b) The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- c) The nature of the processes in which the asset is deployed.
- d) Availability of funding to replace the asset.
- e) Changes in the market in relation to the asset

Provisions

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

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6. Transfers from the NGCDF Board

Description	Period ended June 2025
NGCDFB Transfers (Allocation for the FY 2024-2025)	188,450,052
TOTAL	188,450,052

7. Transfers from domestic and foreign partners

Description	FY 2024-2025
	Kshs
Grants	-
Total	-

8. Finance income

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

9. Miscellaneous income

Description	Period ended June 2025
	Kshs
Rental Income	-
Income from sale of tenders	-
Hire of plant/equipment/facilities	
Other Income Not Classified Elsewhere (<i>specify</i>)	3,000
Total	3,000

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10. Employees cost

Description	Period ended June 2025
	Ksh
NG-CDFC Basic staff salaries	3,301,094
Personal allowances paid as part of salary	-
House Allowance	170,400
Transport Allowance	196,000
Leave allowance	-
Gratuity to contractual employees	936,981
Employer Contributions Compulsory national social security schemes	471,218
Employer Contributions Compulsory Housing levy	119,314
Employer contributions to National Industrial Training Authority	6,450
Other Specify(Casual)	75,000
Total	5,276,457

11. Committee Expenses

Description	Period ended June 2025
	Ksh
Sitting allowance	1,403,200
Other Committee expenses	2,595,400
Total	3,998,600

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12. Use of Goods and services

Description	Period ended June 2025
	KSh
Utilities, supplies and services	264,159
Communication, supplies and services	848,991
Domestic travel and subsistence	930,600
Printing, advertising and information supplies & services	523,000
Office Rent	-
Training expenses	969,740
Hospitality supplies and services	196,798
Insurance costs	27,741
Specialized materials and services	-
Office and general supplies and services	876,962
Fuel, oil & lubricants	501,950
Bank Charges	39,089
Routine maintenance – vehicles and other transport equipment	673,770
Routine maintenance – other assets	250,200
Strategic plan expenses	-
Other operating expenses	-
Total	6,102,999

13. Other Government Units Actual expenditure

Description	Period ended June 2025
	KShs
Primary Schools Actual expenditure	50,551,451
Secondary Schools Actual Expenditure	33,916,380
Tertiary Institutions Actual Expenditure	1,500,469
Total	85,968,300

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14. Other Grants and transfers Actual expenditure

Description	Period ended June 2025
	Ksh
Bursary – secondary schools	48,308,100
Bursary – tertiary institutions	25,474,000
Bursary – special schools	1,421,000
Bursary - Education Support programmes	-
Social Security programmes (SHIF)	-
Security projects Actual Expenditure	18,306,965
Climate change mitigation projects	-
Emergency projects Actual Expenditure	-
Roads projects	-
Others specify	1,898,149
Total	95,408,214

15. Depreciation and Amortization Expenses

Description	Period ended June 2025
	Ksh
Property Plant and Equipment	162,249
Intangible Assets	-
Total	162,249

16. Digital Hubs Expenses

Description	FY 2024 - 2025
	Ksh
Construction/ renovation/ Actual expenditure	-
Digital Hub utility costs Water, Electricity,	-
Maintenance of ICT equipment	-
Maintenance of building	-
Others (specify)	-
Total	-

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17. Gain/loss on Sale of Assets

Description	FY 2024-2025
Property, Plant and Equipment	-
Intangible Assets	-
Total Gain/loss on Sale of Assets	-

(Provide brief explanation on gains on sale of fixed assets)

18. Impairment Loss

Description	FY 2024-2025
	KSh
Property, Plant and Equipment	-
Intangible Assets	-
<i>(Include financial instruments that are impaired)</i>	-
Total Impairment Loss	-

(Provide brief explanation on assets impairment loss)

19. Cash and Cash Equivalents

Name Of Bank and Account No.	Period ended June 2025	Opening Statement 1st July 2024
	KSh	KSh
Bank Accounts (Cash Book Bank Balance)		
<i>Name Of Bank, Account No. (Operations account)</i>	36,308,676	38,001,530
<i>Operations account pending closure (Indicate name & account no.)</i>	-	-
<i>Name of Bank, account No. (Deposit account)</i>	2,116,506	1,084,618
<i>Name of Bank, account No. (PMC's account)</i>	58,568,930	59,751,375
Total	96,994,112	98,837,523
Cash Balances		
Location 1	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

(Provide a schedule of all reconciled PMC bank balances as at the end of the period)

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20. Receivables from Exchange Transactions

Description	FY 2024-2025	Opening Statement 1 st July 2024
	Kshs	Kshs
Total receivables		
Other exchange debtors (<i>Specify</i>)	-	-
Less: impairment allowance	(-)	(-)
Total receivables	-	-
a. Current receivables	-	-
b. Non-current receivables	-	-
Total Receivables (a+b)	-	-

(NG-CDF Magarini to state the expected credit loss rates for various categories of its receivables. The NG-CDF Magarini should also disclose how ECL was arrived at in line with provisions of IPSAS 41.)

i. Ageing Analysis for Receivables

Description	FY 2024-2025		Opening Statement 1 st July 2024	
	FY 2024-2025	% 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)	-	%	-	%

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21. Receivables from Non-Exchange Transactions

Description	Period ended June 2025	Opening Statement
	Ksh	In July 2024 Ksh
Transfers from NGCDFB	58,450,052	60,852,685.00
Outstanding imprest	-	-
Total	58,450,052	60,852,685

22. Prepayments

	Period ended June 2025	Opening Statement
		In July 2024
Prepaid Rent	-	-
Prepaid Insurance	77,732	-
Prepaid Electricity Costs	-	-
Other Prepayments <i>(Specify)</i>	-	-
Total	77,732	-

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23. Property, Plant and Equipment

Depreciation Rate	10%		0.25		20%		12.50%		30.00%	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Cost										
Opening Bal as 1 st July 2024	-	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	489,990	-	-	370,000	779,990
Disposals	-	-	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	489,990	-	-	370,000	779,990
Depreciations And Impairment										
Opening bal accumulated depreciation 1st July 2024	-	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	51,249	-	-	111,000	162,249
Disposals	-	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-	-
As At 30 Sep/Dec/Mar/Jun 20xx	-	-	-	-	-	51,249	-	-	111,000	162,249
Net Book Values	-	-	-	-	-	-	-	-	-	-
Opening Bal as at 1 st July 2024	-	-	-	-	-	-	-	-	-	-
As At 30th June 2025	-	-	-	-	-	358,741	-	-	259,000	617,741

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Valuation

Land and buildings/ Equipment (be specific) were valued by in line with the National Assets and Liabilities Management Policy and Guidelines (Issued 30th June 2020).

22 b) Property, Plant and Equipment at Cost

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

	Cost Ksh	Accumulated Depreciation Ksh	NPV Ksh
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	-	-

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24. Intangible Assets

Description	FY 2024-2025
	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 1 st 2025	-
NBV at June 30 th 2025	

25. Right-of use assets

Description	Buildings	Plant	Equipment	Total
	Kshs	Kshs	Kshs	Kshs
Cost				
As At 1 July (Comparative period)	-	-	-	-
Additions	-	-	-	-
As At 30 June 2025 (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				

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As At 30 June 2024 (Current FY)	-	-	-	-
As At 30 June 2025. (Comparative Period)	-	-	-	-

26. Trade and Other Payables

Description	FY 2024-2025		Opening Statement of Financial Position July 2024	
	Ken	Sh	Ken	Sh
Trade payables	-	-	-	-
Employee payables	-	-	-	-
Other payables	-	-	-	-
Total trade and other payables	-	-	-	-
Aging analysis: (Trade and other payables)	Current FY	% 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)	-		-	

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27. Third-Party deposits

	Period ended June 2025 KSh	Opening Statement 1st July 2024 KSh
Retention as at start of the period (A)	643,587	643,587
Retention held during the period (B)	13,265,317	
Retention paid during the period (C)	9,289,101	-
Closing Retention as at period xx, D= A+B-C	4,619,803	643,587

Retentions aging analysis.

	FY 2024-2025	% of the total	FY 2023-2024	% of the total
Less than 1 year	4,619,803	98	643,587	100
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	4,619,803	98%	643,587	100%

(The total above should be equal to the closing retention)

28. Lease Liabilities

Description	FY 2024-2025 KSh	Opening Statement 1st July 2024 KSh
Balance at the beginning of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	(-)	(-)
At end of the year	-	-

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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 1st July 2024
	Kshs	Kshs
Gratuity at the beginning of the period (A)	1,084,618	1,084,618
Gratuity held during the period (B)	936,981	-
Gratuity paid during the period (C)	-	-
Total Gratuity provision as at period ended 2025 D=(A+B-C)	2,021,599	1,084,618

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30. Cash Generated from Operations

	<i>Period ended June 2025</i>
Surplus for the period before tax	(8,213,567)
Adjusted for:	
Depreciation	162,249
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	(2,324,901)
Changes in deferred income	-
Changes in Third party deposits	3,976,216
Changes in gratuity provision	936,981
Changes in payments received in advance	-
Net cash flow from operating activities	(1,063,421)

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

31. Financial Risk Management

The NG-CDF Magarini's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The NG-CDF Magarini'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 NG-CDF Magarini does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history. The NG-CDF Magarini's financial risk management objectives and policies are detailed below:

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i) Credit risk

The NG-CDF Magarini 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 NG-CDF Magarini'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 NG-CDF Magarini's maximum exposure to credit risk without taking account the value of any collateral obtained is made up as follows:

Description	Total amount KSh	Fully performing KSh	Part due KSh	Impaired KSh
As at 30th June 2025				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	58,450,052	58,450,052	-	-
Bank balances	96,994,111	96,994,111	-	-
Total	155,444,163	155,444,163	-	-
As at 30 June 2024				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	60,852,685	60,852,685	-	-
Bank balances	98,837,523	98,837,523	-	-

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Total	159,690,208	159,690,208	-	-
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(NB: The totals column should tie to the individual elements of credit risk disclosed in the NGCDF Magarini's statement of financial position).

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Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the NG-CDF Magarini has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The NG-CDF Magarini has significant concentration of credit risk on amounts due from xxx. The board of directors sets the NG-CDF Magarini'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 NG-CDF Magarini's directors, who have built an appropriate liquidity risk management framework for the management of the NG-CDF Magarini's short, medium and long-term funding and liquidity management requirements. The NG-CDF Magarini manages liquidity risk through continuous monitoring of forecasts and actual cash flows. The table below represents cash flows payable by the NG-CDF Magarini 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 Kshs	Between 1-3 months Kshs	Over 5 months Kshs	Total Kshs
As at 30th June 2025				
Third party deposits	71,469	241,185	1,708,945	2,021,599
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Gratuity Provision	71,469	241,185	1,708,945	2,021,599
Total	71,469	241,185	1,708,945	2,021,599
As at 30th June 2024				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	643,587	-	-	643,587

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Description	Less than 1 month Kshs	Between 1-3 months Kshs	Over 5 months Kshs	Total Kshs
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Total	643,587	-	-	643,587

iii) Market risk

The *NG-CDF Magarini* has put in place an internal audit function to assist it in assessing the risk faced by the NG-CDF Magarini 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 NG-CDF Magarini's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The NG-CDF Magarini'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 NG-CDF Magarini's exposure to market risks or the way it manages and measures the risk.

Financial Risk Management

The following table demonstrates the effect on the NG-CDF Magarini'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 Kshs	Effect on Profit before tax Kshs	Effect on Equity/Net assets Kshs
Current FY			

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Euro	10%	-	-
USD	10%	-	-
Previous FY		-	-
Euro	10%	-	-
USD	10%	-	-

a) Interest rate risk

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

Management of interest rate risk

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

Fair value of financial assets and liabilities

a) Financial instruments measured at fair value.

Determination of fair value and fair values hierarchy

IPSAS 30 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect the *NG-CDF Magarini'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).

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- 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 *NG-CDF Magarini* considers relevant and observable market prices in its valuations where possible.

iv) Capital Risk Management

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

Description	FY 2024-2025	Opening Statement P July 2024
	Kshs	Kshs
Revaluation Reserve	149,748,436	157,962,003
Retained Earnings	-	-
Capital Reserve	-	-
Total Funds	149,748,436	157,962,003
Total Borrowings	-	-
Less: Cash and Bank Balances	96,994,111	98,837,523
Net Debt/ (Excess Cash and Cash Equivalents)	50,754,325	59,124,480
Gearing	0%	0%

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32. Related Party Disclosures

	FY 2024-2025	Opening Statement 1 July 2024
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	3,998,600	
Transaction with the NGCDF Board		
Transfers from the NGCDF Board during the year	188,450,082	
Total	192,448,682	199,281,633

33. Segment Information

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

34. Contingent Assets and Contingent Liabilities

Contingent Assets

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

(Give details)

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Contingent Liabilities

Description	FY 2025	Opening Statement P. July 2024
	Kshs	Kshs
Contingent Liabilities	-	-
Court Case xx against the NG-CDF Magarini	-	-
Bank Guarantees in Favour of Subsidiary	-	-
Contingent Liabilities arising from Contracts Including PPPs	-	-
Others (Specify)	-	-
Total	-	-

35. Capital Commitments

Capital Commitments	FY 2025	Opening Statement P. July 2024
	Kshs	Kshs
Authorised for	-	-
Authorised and contracted for	-	-
Total	-	-

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

36. Events after the Reporting Period

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

37. Ultimate And Holding NG-CDF Magarini

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

38. Currency

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

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18. Annexes
Annex 1: Summary of Asset Register

Asset class	Historical Cost b/f (Kshs)2023- 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End 2024-2025
Land				
Buildings and structures	14,948,395			14,948,395.00
Transport equipment	26,959,653			26,959,653.00
Office equipment, furniture and fittings	762,450	409,990.00		1,172,440.00
ICT Equipment, Software and Other ICT Assets	1,434,461	370,000.00		1,804,461.00
Other Machinery and Equipment				-
Intangible assets				-
Total	44,104,959			44,884,949.00

(Attach the complete asset register showing all the assets in the constituency with the date of purchase, cost of the asset, depreciation rate, depreciation for the year, accumulated depreciation and the NBV of the assets)

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

PMC	Bank	Account number	Bank Balance as at 30th June, 2025	Closing Statement 30 th June 2025
Amkeni Primary School	1284873609	KCB Malindi	92,488	92,488
Balaga Primary School	1292923512	KCB Malindi	308,674	308,674
Bandacho Primary School	1284365387	KCB Malindi	86,511	86,611
Baraka Primary School	1294977547	KCB Malindi	19,870	19,870
Baraka primary school	1318483387	KCB Malindi	6,638	6,638
Binzaro primary school PMC	1316194272	KCB Malindi	4,584	209,634
Bofu Primary School	1284873722	KCB Malindi	20,274	20,274
Bomani Primary School	1284559319	KCB Malindi	118,795	118,795
Bora Bora Primary School	1292827645	KCB Malindi	10,865	11,480
Chakama Primary School	1329386639	KCB Malindi	811	3,521,474
Chakama Primary School	1334120641	KCB Malindi	49,800	-
Chasimba Primary School	1297403924	KCB Malindi	7,394	157,609
Chasimba Primary School	1324524146	KCB Malindi	759	76,169
Chasimba Primary School	1327510359	KCB Malindi	3,176	4,350,000

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Danisa Primary School & JSS	0450285968703	Equity Malindi	1,414,855	-
Galukani primary school	"0450279383814	Equity Malindi	89,366	89,366
Jericho primary school	1318415268	KCB Malindi	15,735	195,003
Jirikokole primary school	1319427782	KCB Malindi	142	242
Kadzandani Primary School	1292863749	KCB Malindi	93,323	93,323
Kadzifitseni Primary School	1275283330	KCB Malindi	101,709	101,709
Kadzuhoni Primary School	1227128509	KCB Malindi	44,592	45,483
Kanyumbuni Primary School	1296425568	KCB Malindi	2,575	2,575
Kanyumbuni Primary School	1329362667	KCB Malindi	372,036	4,350,000
Kaoyeni Primary School	1275283438	KCB Malindi	26,784	26,784
Kasimani Primary School & JSS	1335729119	KCB Malindi	142,353	-
Kata Primary School	1275326722	KCB Malindi	4,011	4,011
Katsangani primary school	1318061466	KCB Malindi	161,822	333,522
Kavunyalalo Primary School	1288242034	KCB Malindi	219,794	219,794
Kayadagamra Primary School	1275283217	KCB Malindi	50,063	50,063
Kibaoni Primary School	1275283446	KCB Malindi	146,252	146,252

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Komboboma Primary school	1333796935	KCB Malindi	48,676	-
Kotayo Primary School	1267970332	KCB Malindi	14,760	14,760
Kwandezi Primary School	04502855968969	Equity Malindi	4,200,000	-
Lafithi Primary school PMC	1316152286	KCB Malindi	159	159
Magarini Primary School	1285450779	KCB Malindi	42,162	313,008
Majenje Primary School & JSS	0450285968969	Equity Malindi	195,898	-
Majengo Primary school	1324071052	KCB Malindi	129	57,231
Mambrui Primary School	1284772071	KCB Malindi	498,305	498,305
Mapimo Central primary school	1318517826	KCB Malindi	4,737	4,737
Mapimo primary School	1333802757	KCB Malindi	3,705,000	-
Mapimo Primary School	1261773845	KCB Malindi	13,261	13,361
Matolani Primary School	1292869585	KCB Malindi	41,894	41,894
Mbaoni Primary School	1324511656	KCB Malindi	3,009	79,013
Mekatilili Primary School	1292827084	KCB Malindi	49,163	49,163
Mgurureni primary school	1318717361	KCB Malindi	140,850	140,850
Mgurureni primary school	1332459196	KCB Malindi	135,044	-
Midodoni primary school PMC	1332762996	KCB Malindi	402	94,596
Milimani Primary School & JSS	1335729666	KCB Malindi	205,752	-
Mkono wa Jongoo Primary School	1288142811	KCB Malindi	49,322	49,322
Mnagoni primary school	1318656354	KCB Malindi	617	617

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Mpirani Primary School	1284434265	KCB Malindi	38,011	38,011
Mtangani Pamoja Primary School	1284926532	KCB Malindi	224	40,464
Mtoroni primary school	1317698290	KCB Malindi	199	21,314
Mtsangamali Primary School	1297513452	KCB Malindi	157,418	157,418
Mulunguni Primary School &JSS	1330351681	KCB Malindi	1,208,554	-
Muthoroni Primary School	1292871571	KCB Malindi	55,066	55,066
Mwaeba Primary school	1323846239	KCB Malindi	18,007	210,440
Mwangani Primary School	1275441629	KCB Malindi	11,318	11,318
Mwangani Primary School &JSS	1335582460	KCB Malindi	169,259	-
Mwangatini Primary School	1275283268	KCB Malindi	107,077	107,077
Ndharako primary school	1320145876	KCB Malindi	6,077	186,209
Nyamala Sinene Primary School	1268810215	KCB Malindi	17,197	17,197
Povuni Primary School	1327561972	KCB Malindi	1,145	4,350,000
Shomela Primary School	1292133058	KCB Malindi	32,835	32,835
Sogorosa Primary School	1284540014	KCB Malindi	8,882	8,882
Songerako Primary School	1297505522	KCB Malindi	63,662	63,762
Soso Chamari Primary School & JSS	1335355952	KCB Malindi	847,404	-

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Tumaini Zhongwani Primary School & JSS	0450285949069	Equity Malindi	141,965	-
Ulaya Primary School	1275283306	KCB Malindi	55,449	55,449
Ulaya Primary School	1333966776	KCB Malindi	65,967	-
Waresa Primary School	1284559491	KCB Malindi	27,986	27,986
Yedhi Primary School	1333676336	KCB Malindi	736,417	-
Ziwani Primary School	1327751372	KCB Malindi	227,615	-
Adu Secondary School	1293114545	KCB Malindi	1,095	398,262
Adu Secondary School	1275352324	KCB Malindi	926,073	926,451
AJ Kingi Secondary School	1293271926	KCB Malindi	14,546	15,050
Baricho Secondary School	1275283292	KCB Malindi	102,144	102,144
Burangi Secondary School	1251242847	KCB Malindi	79,835	79,835
Burangi Secondary School	1327751437	KCB Malindi	292	4,450,000
Chakama Secondary School	1275283233	KCB Malindi	4,965	5,343
Dagamra Secondary School	1252548559	KCB Malindi	65,781	65,781
Galana Girls Secondary school PMC	1315137488	KCB Malindi	17	933,844
Garashi Seconadry School	1292664738	KCB Malindi	482,263	2,676,234
Garashi Secondary School	1284412253	KCB Malindi	151,935	151,935

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Garashi Secondary School	1327387425	KCB Malindi	375	2,908,850
Kaembeni Secondary School	1275283349	KCB Malindi	164,396	164,396
Kibokoni Secondary School	1179025466	KCB Malindi	284,484	284,484
Magarini Girls Secondary School 1	1275283357	KCB Malindi	195	4,296,512
Mapimo Girls Secondary School	1324310634	KCB Malindi	14	100,594
Mapimo Girls Secondary School	1329362063	KCB Malindi	13,196,236	8,169,837
Marafa Secondary	1236338278	KCB Malindi	392,078	392,078
Mjanaheri Secondary School	1275298575	KCB Malindi	225,561	225,561
Msumarini Integrated Secondary School	1330351681	KCB Malindi	22,330	-
Muongano Secondary School	1293039675	KCB Malindi	153,076	153,076
Ngomeni Secondary School	1275283179	KCB Malindi	463,157	463,157
Ramada Secondary School	1292312742	KCB Malindi	320,813	320,813
Sabaki Secondary	1286209684	KCB Malindi	96,413	96,413
Sabaki Secondary School	1331944449	KCB Malindi	571	-
Wakala Girls Secondary School 1	1275283403	KCB Malindi	70,146	70,146
Wakala Girls Secondary School2	1275298850	KCB Malindi	205,257	205,257

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Wathala Secondary School	1292827335	KCB Malindi	81,559	2,076,909
Galana TTC	1333945590	KCB Malindi	74,508	-
Galana TTC	1284924920	KCB Malindi	85,014	85,014
Adu Police Post	1286997151	KCB Malindi	3,825	3,825
Adu Police station	1329543785	KCB Malindi	818,275	-
Gongoni Police Station	1329363191	KCB Malindi	14,504,871	8,000,000
Kaya Assistant Chief's Office	1330542878	KCB Malindi	275	-
Magarini AP line	1319709095	KCB Malindi	294	27,409
Magarini Sub County Headquarters	0450285444566	Equity Malindi	8,000,000	-
Marereni Police Post	1169090176	KCB Malindi	501,024	501,024
Sabaki Assistant Chief's Office	1332541542	KCB Malindi	112,311	-
Majengo Primary School				370
Dhololo primary school				699
Sabaki dispensary maternity wing				21,785
			58,568,930	59,751,375

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Annex 3: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Inadequate disbursements to project management committees	There was late disbursement of funds from the national treasury hence the delay in implementation of development projects but the funds have since been received and disbursed to the various projects	Not Resolved	Awaiting DFAC
2	Delayed project implementation	There was late disbursement of funds from the national treasury hence the delay in implementation of development projects but the funds have since been received and disbursed to the various projects	Not Resolved	Awaiting DFAC

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Name: Faith Wamboti Mula
Fund Account Manager.