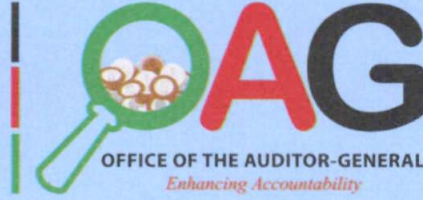


REPUBLIC OF KENYA



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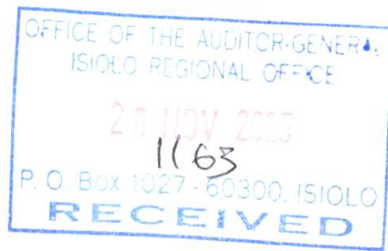
EQUALISATION FUND

FOR THE YEAR ENDED  
30 JUNE, 2025

COUNTY GOVERNMENT OF LAIKIPIA

41





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**County Government of Laikipia  
Equalisation Fund**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
30<sup>TH</sup> JUNE 2025**

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

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## **1. Acronyms and Definition of Key Terms**

### **A: Acronyms**

AGPO	Access to Government Procurement Opportunities
CA	County Assembly
CBK	Central Bank of Kenya
CDF	Constituency Development Fund
CEO	Chief Executive Officer
CECM	County Executive Committee Member
CIDP	County Integrated Development Plan
CRA	Commission on Revenue Allocation
CT	County Treasury
EF	Equalisation Fund
EFAB	Equalisation Fund Advisory board
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
NGO	Non-Governmental Organisation
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PIIC	Project Identification and Implementation Committee
PPE	Property, Plant & Equipment
PPPs	Public Private Partnerships
PSASB	Public Sector Accounting Standards Board
SAGAs	Semi-Autonomous Government Agencies
WB	World Bank
SDGs	Sustainable Development Goals

### **B: Definition of Key Terms**

**Fiduciary Management-** Members of Management are directly entrusted with the responsibility of the financial resources of the organization.

**Comparative Year-** Means the prior period.

## 2. Key Entity Information and Management

### (a) Background information

The Equalisation Fund was established under Article 204 (1) of the Constitution of Kenya (CoK), 2010 and operationalized by the Public Finance Management (Equalisation Fund Administration) Regulations, 2021. The Equalisation Fund (EF) is domiciled in Laikipia County, Kenya.

### (b) Principal Activities

The EF shall be used to provide basic services, including water, roads, health facilities, and electricity, to marginalized areas to the extent necessary to bring the quality of those services to the level generally enjoyed by the rest of the nation.

### (c) Key Management

The Fund's management is under the following key organs:

No.	Designation
1.	County Technical Committee
2.	Sub County Technical Committee
3.	Project Identification and Implementation Committee

### (d) Fiduciary Management

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

No.	Designation	Name
1.	County Executive Committee Member for Finance	Wachira Gachigi
2.	Accountant Financial Reporting	Caleb Mwangi
3.	Accountant Operations	Samuel Methu
4.	Supply Chain Management	Martin Lomunyak

**Key Entity Information and Management (continued)**

**(e) Fiduciary Oversight Arrangements**

- *Equalisation Fund Advisory Board*
- *Parliamentary Oversight (Special Funds Committees)*
- *County Assembly*

**(f) Entity Headquarters**

P.O. Box 131-20321  
County Building/House/Plaza  
Rumuruti, Kenya

**(g) Entity Contacts**

Telephone: (254) 0740313131  
Website: laikipia.go.ke

**(h) Entity Bankers**

Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
**NAIROBI, KENYA**

**(i) Independent Auditor**

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

**(j) Principal Legal Adviser**

1. The Attorney General  
State Law Office and Department of Justice  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya
2. County Attorney  
P.O. Box 131-20231  
Rumuruti  
Laikipia County

**3. Key Management Team**

Name	Details
<p>1. Wachira Gachigi Fund Administrator</p> 	<p>Born in 1976. Currently the CECM Finance and Economic Planning. Has worked with National Treasury for 16 years in various departments as head of Supply Chain Management; Has also worked with County Government of Nyeri and County Government of Nakuru as Director of Supply Chain Management. He holds Bachelor's degree in Business Administration – Economics and Sociology and a post graduate Diploma in Supply Chain management services.</p>
<p>2. Caleb Mwangi -Accountant Financial reporting</p> 	<p>Born in 1980. Mr. Caleb is the Accountant in charge of Financial Reporting for the Fund. He has over 12 years' experience in Internal Auditing in County Government of Laikipia. Holds Bachelor's Degree in Commerce (Finance) from KCA University and Post Graduate Diploma in Project Management (DKUT). He is a Certified Public Accountant of Kenya (CPA -K).</p>
<p>3. Samuel Methu – Accountant Operations</p> 	<p>Born in 1978. Mr. Samuel is the Accountant in charge of Financial operations for the Fund. Mr. Samuel is the Accountant in charge of Financial operations for the Fund. He has over 7 years' experience in Accounting in County Government of Laikipia. Holds Bachelor's Degree in Commerce (Finance and Banking) from Laikipia University. He is a Certified Public Accountant of Kenya (CPA -K).</p>
<p>4. Martin Lomunyak – Supply Chain Management Officer</p> 	<p>Born in 1988. Mr. Martin is the Procurement professional in the Fund. He has a Bachelor of Commerce with a Finance Option and CPA Section 4. He also has a diploma in Purchasing and Supplies Management. He has over 14 years in Procurement.</p>

**4. Report of the County Executive Committee Member for Finance & Economic Planning**

**a. Introduction**

In compliance with Section 164(2)(f) of the Public Finance Management Act, 2012, the Department of Finance and Economic Planning hereby presents a consolidated performance report on the Equalization Fund for FY 2024/25. The Fund's operations were guided by the County Integrated Development Plan (CIDP 2023–2027), the Annual Development Plan (ADP 2024/25), and the approved Programme-Based Budget (PBB).

The Fund's strategic focus was anchored on addressing service delivery gaps in marginalized areas through investments in water and sanitation, health, education, and infrastructure/ climate resilience.

**b. Financial Performance Overview**

	<b>Item</b>	<b>Amount (Kshs)</b>
1	Total Approved Budget	119,302,927
2	Contracted Amount	77,088,919
3	Total Contract Sum	104,128,750
4	Amount Certified	30,636,737
5	Amount Paid	28,909,517
6	Outstanding Payables (Retention monies)	1,727,220

The overall budget absorption rate was 24%, reflecting significant underutilization largely attributable to procurement delays, project rationalization, and capacity constraints.

**c. Operational Performance by Sector**

**(i) Water and Sanitation**

Water investments remained the largest beneficiary of the Fund, accounting for over half of allocations.

**Key achievements include:**

- 8 boreholes drilled and equipped (e.g., Lukusero, Murijo, Seek, Endana Gichagi).
- Solarization and piping works completed at Lukusero, Murijo, and Tura boreholes.
- Community water distribution networks established in Mukogodo East and West, reaching previously underserved households.

**Challenges:**

- Flash floods and procurement delays stalled works at Kurum-Lomanira and Naisenya water projects.
- Some projects were certified but remain unpaid, creating pending bills (KSh 1.7M).

**(ii) Health Services**

The health sector received moderate allocations, but implementation lagged behind:

- Proposed dispensaries at Murijo, Olkinyei, Ngobolo, and improvements at Naiperere were allocated funds but stalled due to procurement and budget rationalization.
- No new health infrastructure was completed during the period.

This reflects a performance gap, as delayed works slowed progress in expanding healthcare access.

**(iii) Education Support**

Education accounted for a significant share of projects but faced contractor delays:

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

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- 3 classrooms completed (Tiamamut, Ndonyowiro, Eloiloi, and Survey Boarding facility).
  - Survey Boarding Facility achieved notable progress, with KSh 2.6M paid out.
  - Several ECDE classroom projects (e.g., Louniek, Dam Samaki, Lera) stalled at initiation stage.
- Overall, education recorded mixed performance, with a few notable successes but several incomplete works.

**(iv) Infrastructure and Climate Resilience**

- Minor allocations went to road and pan excavation works (e.g., feeder road in Segera, Nkiloriti pan).
- Progress was minimal as these **projects** remained uncontracted or deferred.

**d. Consolidated Successes**

- **Improved water access:** Communities in Sosian, Segera, Mukogodo East, and Mukogodo West reported greater access to clean water following the completion of solarized boreholes and distribution pipelines.
- **Community engagement:** Project identification and prioritization followed CIDP participatory planning, ensuring alignment with local needs.
- **Financial compliance:** All expenditures were within the approved budget; no unauthorized spending or arrears beyond certified works were reported.

**e. Key Challenges**

- Low Absorption Rate (24%)** – Reflecting delays in exchequer releases, procurement bottlenecks, and weak contractor capacity.
- Stalled Health Projects** – Several dispensaries and health facilities remained at planning stage, undermining healthcare expansion targets.
- Pending Bills** – Certified but unpaid works amounting to KSh 1.7M risk slowing contractor performance.
- Contractor Capacity Issues** – Delays in classroom and borehole works point to limited contractor ability to deliver within timelines.
- External Factors** – Harsh climatic conditions, especially floods, hampered drilling and piping works.

**f. Conclusion and Way Forward**

The Equalization Fund FY 2024/25 registered modest achievements, with water sector projects performing relatively better than health and education. Despite progress, the Fund underperformed overall due to procurement delays, budget rationalization, and limited absorption capacity.

Going forward, the Department of Finance will prioritize:

- **Timely procurement planning** to fast-track project execution.
- **Enhanced contractor supervision** to reduce delays.
- **Stronger monitoring frameworks** for quarterly performance reviews.
- **Community involvement** to sustain accountability and ownership of completed projects.

The Fund remains committed to fulfilling its mandate of bridging development disparities and ensuring equitable service delivery across Laikipia's marginalized communities.



.....  
**County Executive Member (CECM)**  
**Finance and Economic Planning**

## 5. Statement of Performance against Predetermined Objectives for FY 2024/25

### Legal and Policy Basis

In compliance with Section 164(2)(f) of the Public Finance Management Act (PFMA), 2012, the Accounting Officer of the Equalization Fund hereby presents the statement of performance against predetermined objectives. This statement compares planned outputs with actual results, showing how budget implementation translated into delivery of planned outputs and outcomes for the year ended 30th June 2025.

The Fund's operations were guided by the Equalization Fund Guidelines, the County Integrated Development Plan (CIDP 2023–2027), the Annual Development Plan (ADP 2024/25), and the approved Programme-Based Budget (PBB). These frameworks emphasize equitable service delivery in marginalized areas through interventions in water, health, education, and Infrastructure & climate resilience.

### Strategic Themes / Pillars for FY 2024/25

The Fund's performance was structured around the following four thematic pillars:

1. **Water and Sanitation** – Enhancing access to safe and sustainable water supply.
2. **Health Services** – Expanding access to essential healthcare in underserved communities.
3. **Education Support** – Improving learning infrastructure and environments.
4. **Infrastructure & Climate Resilience** – Strengthening resilience of communities to climate shocks.

Annual work plans were aligned to these pillars, and quarterly reviews informed this consolidated performance report.

### Performance against Strategic Pillars

Strategic Pillar / Theme	Objective	Planned Targets (FY 2024/25)	Actual Achievements (FY 2024/25)	Performance Rate (%)	Variance Explanation
<b>Water and Sanitation</b>	Expand access to clean water	9 boreholes drilled; 10 water schemes solarized; 20 storage tanks installed	8 boreholes drilled; 3 water schemes solarized; 10 tanks installed	85%	Flash floods affected 2 sites
<b>Health Services</b>	Improve access to basic health facilities	4 dispensaries constructed	Nil constructed	0%	Projects deferred due to budget rationalization
<b>Education Support</b>	Enhance learning infrastructure	8 classrooms; 264 ECDE desks supplied	3 classrooms completed; 99 desks distributed	38%	Contractor delays affected 5 classrooms
<b>Road Infrastructure</b>	Enhance mobility	3 kms light grading	Nil graded	0%	Weather challenges

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

Strategic Pillar / Theme	Objective	Planned Targets (FY 2024/25)	Actual Achievements (FY 2024/25)	Performance Rate (%)	Variance Explanation
<b>Road Infrastructure</b>	Enhance mobility	3 kms light grading	Nil graded	0%	Weather challenges
<b>Climate Resilience</b>	Promote climate adaptation	1,000 seedlings distributed	5,000 seedlings supported	50%	Implementation delays affected rollout

**Cross-Cutting Observations**

- **Budget Absorption:** Out of KSh 119,302,927 allocated, KSh 28,909,517 was utilized, reflecting an absorption rate of 24%.
- **Financial Stewardship:** All expenditures were executed within the approved budget framework, with no arrears or unauthorized spending reported.
- **Efficiency & Value for Money:** Procurement and contract management safeguarded fiscal discipline, supported by continuous monitoring.
- **Effectiveness & Impact:** Communities reported improved access to clean water, safer learning spaces, and enhanced climate resilience despite delays in health sector projects.
- **Compliance:** This report conforms to PFMA 2012 and PSASB reporting standards.

**Conclusion**

The overall performance for FY 2024/25 demonstrates moderate achievement of predetermined objectives, with an average implementation rate of about 30% across all strategic pillars.

The Accounting Officer confirms that resources were applied solely for intended purposes in strict compliance with PFMA 2012 and Equalization Fund Guidelines. Corrective measures—including improved procurement planning, enhanced contractor supervision, and stronger community participation—will be implemented in FY 2025/26 to accelerate delivery and maximize impact in marginalized areas.

## **6. Corporate Governance Statement**

### **a) Composition of Committees.**

#### **County Technical Committee**

1. County Commissioner-Chairperson
2. County Executive Committee Member for Finance.
3. Constituency Development Fund managers.
4. Representative of County Assembly.
5. Representatives of implementing sectors with prioritized Projects.
6. Chairperson of the Constituency Development Fund (CDF)

#### **Sub-County Technical Committee**

1. Sub-County Commissioner-Chairperson.
2. Four technical officers from ministries relevant to funding priorities.
3. Chairpersons of Project Identification and Implementation Committees within the sub-county.
4. Secretary of the Constituency

#### **Project Identification and Implementation Committee**

1. Assistant Sub-County Commissioner-Chairman
2. The village administrators of areas defined by the Commission on Revenue Allocation as marginalized.
3. Representative of the women, youth, minorities and persons with disabilities from marginalized areas.
4. A representative of the Constituency Development Fund committee member at the sub-county level; A representative of religious group or local Non-Governmental Organisation (NGO) with office at ward level

### **b) Functions of Committees**

#### **County Technical Committee**

1. Approving all projects to be financed from the Fund.

#### **Sub-County Technical Committee.**

1. Receive project funding proposals from respective Project Identification and Implementation committees.

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

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2. Evaluate and prioritize all development proposals from the Project Identification and Implementation Committees.
3. Assess the feasibility and cost all project proposals received from the Project Identification and Implementation Committees.
4. Submit project proposals and funding requests received from the Project Identification and Implementation Committees to the county government.
5. Monitor all projects being undertaken and ensure they meet the objectives they are originally meant to achieve.
6. Prepare quarterly reports on funds received and implementation status of all projects financed by the Fund to the county technical committee with a copy to the County Executive Committee Member responsible for matters relating to finance.
7. Prepare and submit annual reports on implementation of all projects financed by the Fund to the county technical committee with a copy to the County Executive Committee Member for Finance.

**Project Identification and Implementation Committee.**

1. Undertake public participation, in beneficiary areas.
2. Identify and prioritize project in beneficiary areas in line with guidelines issued by the administrator of the Fund.
3. Prepare and submit project funding proposals to sub-county technical committee.
4. Provide oversight on project implementation.

## 7. Management Discussion and Analysis

This Management Discussion and Analysis (MD&A) provides an overview of the financial and operational performance of the Laikipia County Equalization Fund for FY 2024/25. The report highlights key projects undertaken, compliance with statutory requirements, risks and challenges, sectoral performance, and the Fund's strategic outlook.

The Equalization Fund aims to bridge development gaps in marginalized areas by financing interventions in **water and sanitation, health, education, and infrastructure/climate resilience**.

### a) Financial Performance

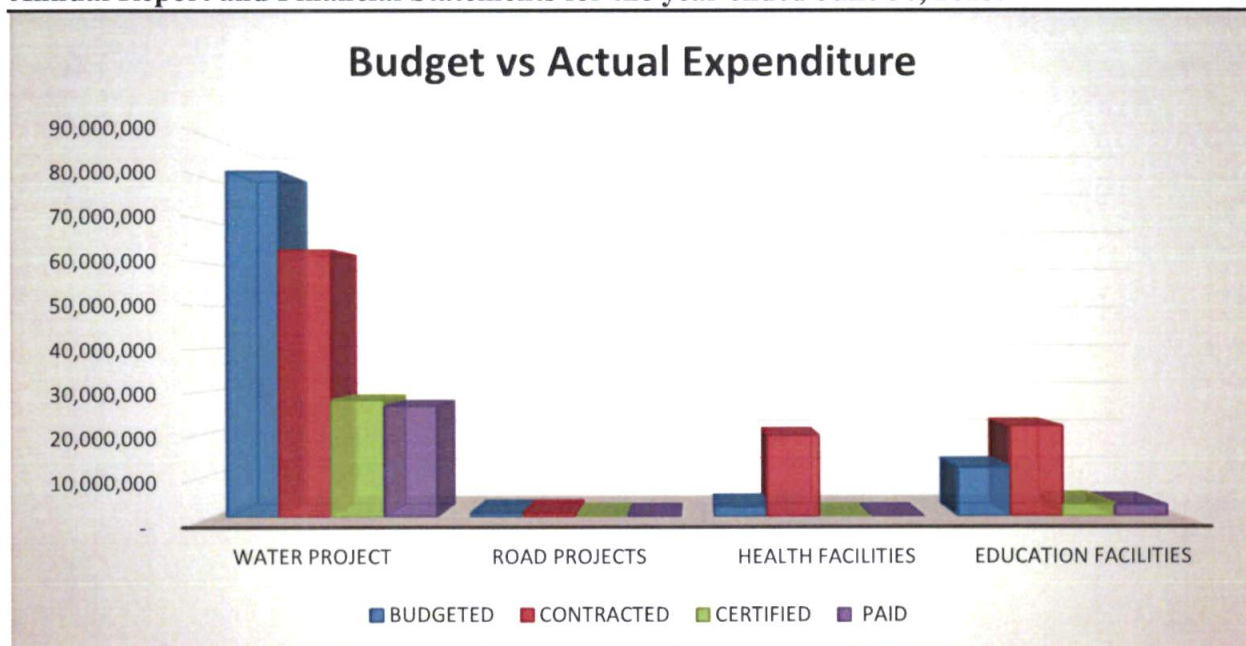
#### Summary of Budget Execution (KShs)

Item	Amount (KSh)
Approved Budget	119,302,927
Uncontracted Funds	42,214,008
Contract Sum	77,088,919
Budgeted per Projects	104,128,752
Amount Certified	30,636,737
Amount Paid	28,909,517
Outstanding Payables	1,727,220

- **Absorption Rate:** 24% (KSh 28.9M utilized out of KSh 119M).
- **Pending Bills:** KSh 1.7M, arising from certified but unpaid works.
- **Uncontracted Funds:** 42M, reflecting stalled or deferred projects.

#### Budget vs Actual Expenditure

	BUDGETED	CONTRACTED	CERTIFIED	PAID
Water project	81,792,624	63,153,968	27,737,300	26,300,024
Road projects	901,513	901,513	-	-
Health facilities	2,357,347	19,215,620	-	-
Education facilities	11,577,604	21,404,639	2,899,437	2,609,493



## b) Operational Performance

### (i) Water and Sanitation

- **Largest allocation sector** (approx. 65% of budget).
- Key outputs:
  - 8 boreholes drilled and solarized (Lukuero, Mau Narok, Murijo, Seek, Endana Gachigi, Nadungoro, Tura, and Osurua).
  - 3 major water piping projects completed (Osurua, Oloiborsoit, and Nairusha–Naisenya).
  - Communities in Sosian, Segera, and Mukogodo benefited from improved access.
- **Performance rate:** 70–85%, with delays at Kurum–Lomanira and Naisenya sites due to flooding and procurement issues.

### (ii) Health Services

- Planned dispensaries at Murijo, Olkinyei, Ngobolo, and Naiperere laboratory did not progress beyond planning.
- Zero new health facilities completed, mainly due to budget rationalization and procurement delays.

### (iii) Education Support

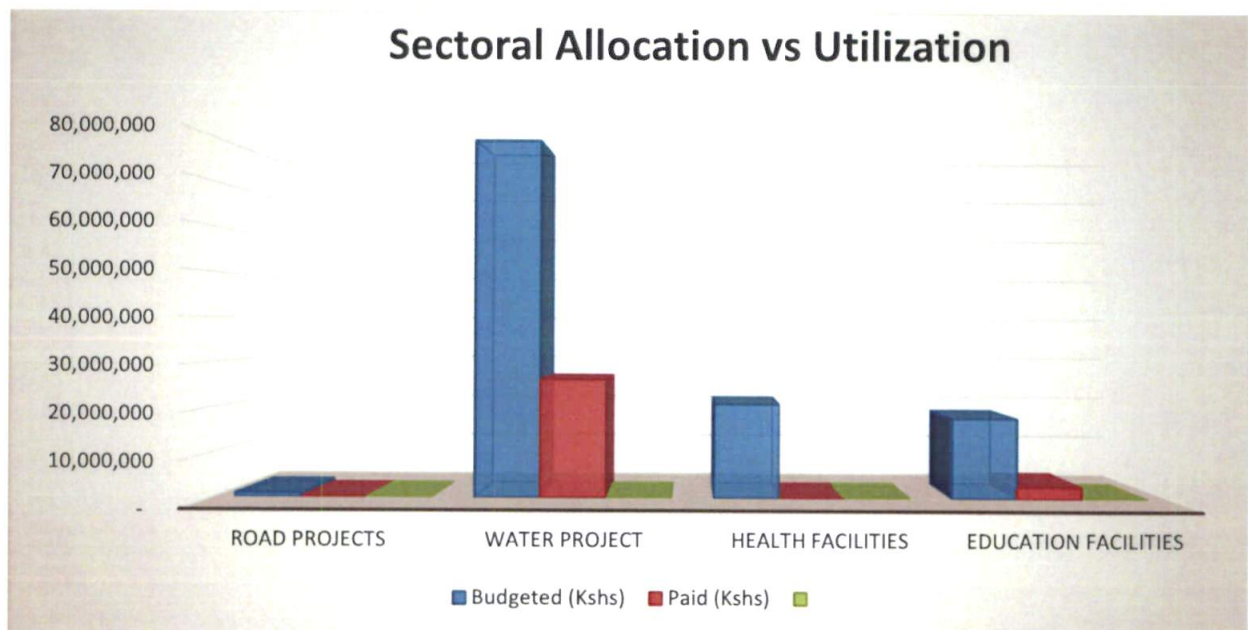
- Mixed progress:
  - 3 classrooms completed (Tiamamut, Survey Boarding Facility, and Ndonyowiro).
  - Survey Boarding Facility paid KSh 2.6M and nearly complete.
  - ECDE projects in Eloiloi, Dam Samaki, Louniek, and Lera stalled.
- **Performance rate:** 35–40%, constrained by contractor capacity.

### (iv) Infrastructure & Climate Resilience

- Limited progress on feeder road (Segera) and water pan (Nkiloriti).
- Sector underperformed due to lack of contracting and low prioritization.

**Sectoral Allocation vs Utilization**

	Budgeted (Kshs)	Paid (Kshs)
Road projects	901,513	-
Water project	79,578,937	26,300,024
Health facilities	20,946,051	-
Education facilities	17,876,285	2,609,493



**c. Compliance with Statutory Requirements**

- All expenditures executed within the Public Finance Management Act (PFMA) 2012 and Equalization Fund Guidelines.
- Reporting followed the Public Sector Accounting Standards Board (PSASB) formats.
- No unauthorized expenditures or arrears beyond certified works.

**d. Risks and Challenges**

- Low absorption (24%)** due to procurement bottlenecks and late exchequer releases.
- Contractor delays** – Many education and health projects remain incomplete.
- Pending bills (KSh 1.7M)** – May affect contractor morale.
- Climatic shocks** – Flooding and drought disrupted drilling and piping.
- Capacity gaps** – Limited technical oversight slowed supervision and delivery.

**e. Review of the Economy and Sector**

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

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- Laikipia County's economy continues to face climate vulnerabilities (droughts, flash floods).
- Demand for water and health infrastructure remains high in marginalized wards (Mukogodo East/West, Sosian, Segera).
- Education investments remain critical to improving human capital but require stronger contractor management.
- National fiscal constraints (budget rationalizations) directly impacted project rollouts.

**f. Future Developments**

The Equalization Fund will prioritize:

- **Strengthening procurement planning** to enhance timely contracting.
- **Focusing resources** on fewer, high-impact projects rather than spreading thinly.
- **Improved contractor supervision** and performance bonds.
- **Community participation** in project monitoring to boost accountability.
- **Integration of climate resilience measures** in borehole and infrastructure design.

**g. Conclusion**

The Equalization Fund FY 2024/2025 achieved modest progress, with water projects showing the strongest performance, while health and education sectors lagged. The Fund complied with statutory and financial requirements, but low absorption and stalled projects highlight the need for stronger management and planning.

With corrective actions, FY 2025/26 is expected to achieve improved absorption, accelerated delivery, and stronger development impact in Laikipia's marginalized areas.

## 8. Environmental and Sustainability Reporting

### i) Sustainability Strategy and Profile

The Equalization Fund operates within a rapidly changing global political and macroeconomic environment. Climate change, water scarcity, food insecurity, and rising social inequalities continue to shape development priorities worldwide. At the global level, Laikipia County's sustainability priorities align with the United Nations Sustainable Development Goals (SDGs), particularly:

- SDG 6 (Clean Water and Sanitation) – through borehole drilling and solarization.
- SDG 3 (Good Health and Well-being) – via planned investments in rural dispensaries.
- SDG 4 (Quality Education) – through construction of ECDE classrooms and boarding facilities.
- SDG 13 (Climate Action) – via solar-powered water systems and resilience projects.

The County has also adopted national frameworks such as Kenya Vision 2030 and the National Climate Change Response Strategy as guiding principles.

#### Key Achievements (2024/25):

- Completion and solarization of 8 boreholes, improving access to water for marginalized communities.
- Expansion of rural education facilities (Survey Boarding, Tiamamut classrooms).
- Community-driven prioritization of projects in line with the County Service Delivery Charter.

#### Key Failures & Mitigation:

- Health projects stalled due to procurement bottlenecks – mitigation includes enhanced procurement planning and prioritization of fewer high-impact projects.
- Low budget absorption (24%) – corrective measures include contractor vetting and early procurement.

Contracts Management & Inclusivity:  
The County adheres to the Public Procurement and Asset Disposal Act (2015), with a minimum of 30% procurement reserved for Youth, Women, and Persons with Disabilities (PWDs). In FY 2024/25, several small-scale contracts (such as classroom construction and borehole piping works) were awarded to local contractors, thereby promoting inclusivity and supporting the local economy.

### ii) Environmental Performance

Laikipia County is ecologically fragile, with frequent droughts and flash floods. The County Equalization Fund applies an Environmental and Climate Policy that emphasizes sustainable water, land, and energy use.

#### Achievements:

- Adoption of solarized boreholes, reducing reliance on diesel generators and cutting CO<sub>2</sub> emissions.
- Promotion of climate-smart water infrastructure (gravity-fed systems, solar pumping).
- Use of local contractors reduced transportation footprint and boosted community ownership.

#### Shortcomings:

- Some projects (Kurum–Lomanira and Naisenya) suffered delays due to flooding, indicating the need for improved climate-resilient infrastructure planning.
- Weak waste management structures in project sites.

#### Mitigation Measures:

- Incorporation of eco-friendly technologies such as solar water systems, rainwater harvesting, and eco-jikos.
- Enforcement of waste segregation in county facilities (reduce, reuse, recycle).

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

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- Strengthening capacity for Environmental Impact Assessments (EIA) prior to project initiation.

**Climate Change Initiatives:**

- Integration of solar power in water projects.
- Consideration of green building principles for future health and education facilities, including use of natural lighting and solar heating.

**iii) Employee Welfare**

The County Government is committed to fair labor practices guided by the Employment Act 2007, the County Human Resource Policy, and the Occupational Safety and Health Act (OSHA 2007).

**Policies and Practices:**

- Hiring policies encourage gender balance and inclusivity of youth and PWDs.
- Periodic stakeholder engagement informs updates to HR policies.
- Employees benefit from continuous professional development, career progression frameworks, and performance appraisal systems.

**Health and Safety:**

- Compliance with OSHA 2007 observed in construction and drilling sites, though enforcement remains a challenge due to contractor capacity.
- No major work-related injuries reported in FY 2024/25; however, ongoing training on safety compliance is emphasized for both county staff and contractors.

**Employee Development:**

- County staff participated in capacity-building workshops on project management, procurement, and financial reporting.
- Plans are underway to introduce structured employee recognition and reward systems to improve motivation.

**iv) Marketplace Practices**

**(a) Responsible Competition Practices**

The County Equalization Fund enforces transparency and accountability through:

- Open tendering processes in line with the Public Procurement and Asset Disposal Act.
- Anti-corruption measures including whistleblower protections and requirement of integrity declarations from contractors.
- A Service Delivery Charter that commits to improved efficiency, automation of services (e.g., e-procurement), and citizen engagement through barazas and noticeboards.

**(b) Responsible Supply Chain and Supplier Relations**

- Contracts awarded are honored in full, with outstanding payables of KSh 1.7M earmarked for settlement in FY 2025/26.
- Competitive procurement ensures fairness and value for money.
- Efforts are made to engage local suppliers, ensuring money circulates within the County economy.

**(c) Responsible Engagement with Citizens**

- Regular **community forums** in marginalized wards guide project prioritization.
- County website and media briefings provide updates on project status.
- Avoidance of exaggerated promises ensures realistic citizen expectations.
- Outreach programs respect cultural diversity and inclusivity in public engagement.

**(d) Product Stewardship / Awareness Creation**

The County safeguards citizen rights through:

- **Access to information** on projects, budgets, and service delivery timelines.

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

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- **Redress mechanisms** for grievances, including through the County Assembly and public complaints desk.
- **Data privacy protections** in e-procurement and financial reporting systems.
- **Consumer protection** in water and education projects, ensuring safety and compliance with standards.

**Conclusion**

Laikipia County's Equalization Fund has made notable strides in advancing sustainability by aligning with SDGs, investing in solar-powered water systems, supporting local contractors and special groups, and engaging citizens in participatory planning.

However, challenges remain in low absorption, contractor delays, and environmental shocks. The County is committed to adopting climate-smart technologies, stronger waste management practices, improved contractor supervision, and enhanced employee welfare policies to deliver inclusive and sustainable development for marginalized communities.

## 9. Statement of Management Responsibilities

Section 167 of the Public Finance Management Act, 2012 and Sec 20 of the Public Finance Management (Equalisation Fund Administration) Regulations, 2021 requires that, at the end of each financial year, the Administrator of a County Fund shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Management of the County Equalisation Fund is responsible for the preparation and presentation of the Fund's financial statements, which give a true and fair view of the state of affairs of the Fund as at the end of the financial year ended on June 30, 2025. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Fund; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Management of the County Equalisation Fund accepts responsibility for the Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and Public Finance Management (Equalisation Fund Administration) Regulations, 2021. The Management of the Fund is of the opinion that the Fund's financial statements give a true and fair view of the state of the Fund's transactions during the financial year ended June 30, 2025, and of the Fund's financial position as at that date. The Management further confirms the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.

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

### Approval of the financial statements

The Fund's financial statements were approved by the Management on **18<sup>th</sup> August 2025** and signed on its behalf by:

  
.....  
**Wachira Gachigi**



**CECM Finance and Economic Planning**

# REPUBLIC OF KENYA



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HEADQUARTERS  
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NAIROBI

## **REPORT OF THE AUDITOR-GENERAL ON EQUALISATION FUND FOR THE YEAR ENDED 30 JUNE, 2025 - COUNTY GOVERNMENT OF LAIKIPIA**

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### 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.

An Unmodified Opinion is issued when the Auditor-General concludes that the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on 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 aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### **Opinion**

I have audited the accompanying financial statements of Equalisation Fund - County Government of Laikipia set out on pages 1 to 23, which comprise of the statement of

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*Report of the Auditor-General on Equalisation Fund for the year ended 30 June, 2025 - County Government of Laikipia*

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, the financial statements present fairly, in all material respects, the financial position of Equalisation Fund - County Government of Laikipia as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management (Equalization Fund Administration) Regulations, 2021 and the Public Finance Management Act, 2012.

### **Basis for Opinion**

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

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflect final revenue budget and actual amounts on comparable basis of Kshs.119,302,786 and Kshs.30,636,737 respectively, resulting in underfunding of Kshs.88,666,049, or 74% of the budget. Similarly, the Fund spent Kshs.28,909,517 against the actual revenue of Kshs.30,636,737, resulting in an under-expenditure of Kshs.1,727,220, or 6% of the actual revenue.

The underfunding and under-expenditure affected the planned activities and may have negatively impacted 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. There were no key audit matters to report in the year under review.

## **Other Information**

Management is responsible for the Other Information set out on page iii to xix which comprise of Key Entity Information and Management, Key Management Team, Report of the County Executive Committee Member of Finance and Economic Planning, Statement of Performance Against Predetermined Objectives, Corporate 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, I confirm that, nothing 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**

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

## **REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the matter described in the Basis for

Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## Basis for Conclusion

### Failure to Label Projects for Identification

The statement of financial performance and Note 7 to the financial statement reflect use of goods and services expenditure of Kshs.30,636,737. During the year under review, the Fund implemented various development projects through different departments. Audit inspection of five (5) sampled projects as listed below, with contract amounts totalling Kshs.17,990,437 and payments made amounting to Kshs.13,731,192, revealed that the projects were not branded with the Fund's and the relevant implementing agencies information to indicate their involvement in the projects implementation. Failure to brand the projects made it impossible to establish whether they were actually funded by the Fund and the period to which they relate.

No.	Details	Status	Contract Amount (Kshs.)	Amount Paid (Kshs.)
1	Proposed Piping of Tura Borehole to Oldonyonapi Nursery	Partially Complete	2,935,000	1,165,000
2	Drilling and equipping of Maru Narok Primary Borehole		4,995,000	2,505,755
3	Construction of Boarding Facility at Survey Primary School	Complete and in use	2,899,437	2,899,437
4	Proposed Piping from Oloiborsoit Borehole to a Reservoir Tank at Nolkoopin to Supply Water to Ilmunishoi and Nosirai		2,725,000	2,725,000
5	Drilling and Equipping of Edana Gachigi Borehole		4,436,000	4,436,000
	<b>Total</b>		<b>17,990,437</b>	<b>13,731,192</b>

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

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit 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 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

27 November, 2025

**County Government of Laikipia  
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**11. Statement of Financial Performance for the year ended 30 June 2025**

Description	Note	June 30 2025	June 30 2024
		Kshs	Kshs
<b>Revenue from Non-Exchange Transactions</b>			
Transfers from Equalisation fund	6	30,636,737	-
<b>Total revenue</b>		<b>30,636,737</b>	<b>-</b>
<b>Expenditure</b>			
Use of goods and services	7	30,636,737	-
<b>Total expenditure</b>		<b>30,636,737</b>	<b>-</b>
<b>Surplus/(deficit) for the Period</b>		<b>-</b>	<b>-</b>

The notes set out on pages 6 to 22 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 5 were signed by:




.....  
**Wachira Gachigi**  
 CECM-Finance

Date: 18<sup>th</sup> August 2025



.....  
**Caleb Mwangi**  
 Fund Accountant  
 ICPAK M/No:10187  
 Date: 18<sup>th</sup> August 2025

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**12. Statement of Financial Position as at 30 June 2025**

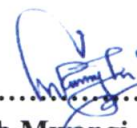
Description	Note	June 30 2025	June 30 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash And Cash Equivalentents	8	1,727,220	-
Receivables non-exchange transactions	9	-	-
<b>Total Assets (A)</b>		<b>1,727,220</b>	<b>-</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Certificates Payable	10	-	-
Retention	11	1,727,220	-
<b>Total Liabilities (B)</b>		<b>1,727,220</b>	<b>-</b>
<b>Net Assets (A-B)</b>		<b>-</b>	<b>-</b>
<b>Represented by:</b>			
Accumulated Surplus		-	-
<b>Net Assets</b>		<b>-</b>	<b>-</b>

The financial statements set out on pages 1 to 5 were signed by:




**Wachira Gachigi**  
 CECM-Finance

Date: 18<sup>th</sup> August 2025



**Caleb Mwangi**  
 Fund Accountant  
 ICPAK M/No:10187  
 Date: 18<sup>th</sup> August 2025

**County Government of Laikipia  
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**13. Statement of Changes in Net Assets for the year ended 30 June 2025**

Description	Accumulated surplus
	Kshs
<b>2023/2024</b>	
Balance As At 1 July 2023	-
Surplus/(Deficit) For the Period	-
Balance As At 30 June 204	-
<b>2024/2025</b>	
Balance As At 1 July 2024	-
Surplus/(Deficit) For The Period	-
Balance As At 30 June 2025	-

County Government of Laikipia  
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14. Statement of Cash Flows for the year ended 30 June 2025

Description	Note	June 30 2025	June 30 2024
		Kshs	Kshs
<b>Cash flows from operating Activities</b>			
<b>Receipts</b>			
Receipt from Equalisation Fund		30,636,737	-
<b>Total Receipts</b>		<b>30,636,737</b>	-
<b>Payments</b>			
Use of goods and services		28,909,517	-
		<b>28,909,517</b>	
<b>Net cash flows (to)/from operating activities (a)</b>	12	<b>1,727,220</b>	-
<b>Cash flows from investments</b>			
<b>Net cash flows (to)/from investing activities (b)</b>		-	-
<b>Cash flows from financing</b>			
<b>Net cash flows (to)/from financing activities (c)</b>		-	-
<b>Movement in cash and cash equivalents</b>			
Net increase/ decrease in cash and cash equivalents. (d) = (a) + (b) +(c)		1,727,220	-
<b>Cash and cash equivalents at the beginning of the year</b>		-	-
<b>Cash and cash equivalents at the end of the Period</b>		<b>1,727,220</b>	-

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

	Original budget(s) As Appropriated in current Year	Balance from Previous Years	Final budget of Total funds appropriated	Actual on comparable basis	Performance difference	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
Revenue	a	b	c=(a+b)	d	e=(c-d)	f=d/c*100
Transfers from EF	119,302,786	-	119,302,786	30,636,737	88,666,049	26%
<b>Expenses</b>						
Road projects	901,513	-	901,513	-	901,513	0%
Water project	79,578,937	-	79,578,937	26,300,024	53,278,913	33%
Health facilities	20,946,051	-	20,946,051	-	20,946,051	0%
Education facilities	17,876,285	-	17,876,285	2,609,493	15,266,792	15%
<b>Total Expenditure</b>	<b>119,302,786</b>	<b>-</b>	<b>119,302,786</b>	<b>28,909,517</b>	<b>90,393,269</b>	
<b>Surplus/Deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,727,220</b>		<b>-</b>

*Budget notes*

1. Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (IPSAS 24.14)
  - a. There was under-realisation on the transfers from EF occasioned by the delayed disbursements.
  - b. Low Absorption Rate on projects procurement bottlenecks, and weak contractor capacity.  
 Stalled Health Projects – Several dispensaries and health facilities remained at planning stage, undermining healthcare expansion targets.
2. There was no change between the original and final budget. (IPSAS 24.29)
3. There was no need for a reconciliation given that the total of actual on a comparable basis does ties to the statement of Cashflows.

## **16. Notes to the Financial Statements**

### **1. General Information**

The Equalisation Fund was established under Article 204 (1) of the Constitution of Kenya (CoK), 2010 and operationalized by the Public Finance Management (Equalisation Fund Administration) Regulations, 2021. The Entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The Equalisation Fund (EF) is domiciled in Laikipia County, Kenya.

### **2. Statement of Compliance and Basis of Preparation**

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

### **3. Adoption of New and Revised Standards**

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

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

- ii) *New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025.*

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

**County Government of Laikipia  
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Standard	Effective date and impact:
Assets Held for Sale and Discontinued Operations	<p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>
IPSAS 45- Property Plant and Equipment	<p><b><i>Applicable 1<sup>st</sup> January 2025</i></b></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p>
IPSAS 46 Measurement	<p><b><i>Applicable 1<sup>st</sup> January 2025</i></b></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47- Revenue	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></b></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</p>

**County Government of Laikipia  
Equalisation Fund**

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

Standard	Effective date and impact:
	under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.
IPSAS 48- Transfer Expenses	<i>Applicable 1<sup>st</sup> January 2026</i> 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.
IPSAS 49- Retirement Benefit Plans	<i>Applicable 1<sup>st</sup> January 2026</i> The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<i>Applicable 1<sup>st</sup> January 2027</i> The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: <ul style="list-style-type: none"> <li data-bbox="459 1317 1479 1413">i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</li> <li data-bbox="459 1429 1479 1581">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.</li> <li data-bbox="459 1597 1479 1850"><i>iii.</i> Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.</li> </ul>

***iii) Early adoption of standards***

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

#### **4. Summary of Significant Accounting Policies**

##### **a) Revenue recognition**

###### **i) Revenue from non-exchange transactions**

###### **Transfers from other government entities**

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

##### **b) Certified Works**

Certified works are recognized when the works can be measured reliably and/ or when certificates of work done are received and approved by the Equalisation Fund.

##### **c) Budget information**

The Appropriation Act for the FY was passed by Parliament. The allocation shall continue in force until all projects identified are completed.

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. Included in the budget statement are balances of appropriations from previous years, not yet disbursed.

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 cash flows.

##### **d) Financial instruments**

IPSAS 41 addresses the classification, measurement, and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting, and a new impairment model for financial assets. The entity does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the Fund 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

**County Government of Laikipia  
Equalisation Fund**

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

value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

**i) Financial assets**

**Classification of financial assets**

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

**Subsequent measurement**

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

**Amortized cost**

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

**Fair value through net assets/ equity**

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

**Trade and other receivables**

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

**Fair value through surplus or deficit**

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

**Impairment**

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

**ii) Financial liabilities**

**Classification**

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

**e) Changes in accounting policies and estimates**

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

**f) Related parties**

The Fund 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 Fund, or vice versa. Members of key management of the Fund are regarded as related parties.

**g) Cash and cash equivalents.**

Cash and cash equivalents comprise cash on hand and cash at bank. Bank account balances include amounts held at the Central Bank of Kenya special purpose account and the deposit account at the end of the financial year.

**h) Comparative figures**

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

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

**Estimates and assumptions.**

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

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6. Transfers from Equalisation Fund

Description	Period ended June 2025	Period ended June 2024
	Kshs	Kshs
Transfers for roads		-
Transfers for water projects	27,737,300	-
Transfers for health facilities	-	-
Transfers for energy	-	-
Transfers for education facilities	2,899,437	-
Others	-	-
<b>Total</b>	<b>30,636,737</b>	<b>-</b>

7. Use of Goods and Services

Description	Period ended June 2025	Period ended June 2024
	Kshs	Kshs
Certified works for roads	-	-
Certified works for water project	27,737,300	-
Certified works for health facilities	-	-
Certified works for energy	-	-
Certified works for education facilities	2,899,437	-
Others	-	-
<b>Total</b>	<b>30,636,737</b>	<b>-</b>

8. Cash and Cash Equivalents

Description	Period ended June 2025	Period ended June 2024
	Kshs	Kshs
Special Purpose Account	1,727,220	-
Deposit Account	-	-
Cash balances	-	-
<b>Total Cash and cash equivalents</b>	<b>1,727,220</b>	<b>-</b>

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9. Receivables from non-exchange transactions

Description	Period ended June 2025		Period ended June 2024	
	Kshs		Kshs	
Receivables from Equalisation Fund	-		-	
<b>Total receivables</b>	-		-	

Ageing analysis for Receivables from non-exchange transactions

Description	Period ended June 2025		Period ended June 2024	
	Kshs		Kshs	
	FY 2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-	%	-	%

10. Certificates Payable

Description	Period ended June 2025		Period ended June 2024	
	Kshs		Kshs	
Certificates payables	-		-	
<b>Total Payables</b>	-		-	

Ageing analysis of certificates payable

Description	Period ended June 2025		Period ended June 2024	
	Kshs		Kshs	
	FY 2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-	%	-	%

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11. Retention

Description	Period ended June 2025		Period ended June 2024	
	Kshs		Kshs	
Retention monies	-		-	
<b>Total retention money</b>	-		-	
<b>Ageing analysis: (Retention deposits)</b>	<b>Period ended June 2025</b>	<b>% of the Total</b>	<b>Period ended June 2024</b>	<b>% of the Total</b>
<b>Under one year</b>	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-		-	

12. Cash Generated from Operations

Description	Period ended June 2025		Period ended June 2024	
	Kshs		Kshs	
Surplus for the year before tax	-		-	
Adjusted for:				
	-		-	
<b>Working capital adjustments</b>				
Increase in receivables	-		-	
Increase in Retention	1,727,220		-	
<b>Net cash flow from operating activities</b>	<b>1,727,220</b>		<b>-</b>	

### 13. Financial Risk Management

The Fund's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The fund does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history. The fund's financial risk management objectives and policies are detailed below:

#### i) Credit risk

The entity has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, as well as receivables. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the entity's management based on prior experience and their assessment of the current economic environment.

#### Financial Risk Management

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 25</b>				
Receivables from non-exchange transactions	-	-	-	-
Bank balances	1,727,220	1,727,220	-	-
<b>Total</b>	<b>1,727,220</b>	<b>1,727,220</b>	-	-
<b>As at 30 June 24</b>				
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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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 entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The entity has no significant concentration of credit risk on amount. The Board of Directors sets the entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

**ii) Liquidity risk management**

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 2025</b>				
Payables	-	-	-	-
<b>Total</b>	-	-	-	-
<b>As at 30<sup>th</sup> June 2024</b>				
Payables	-	-	-	-
<b>Total</b>	-	-	-	-

**iii) Market risk**

The Entity has put in place an internal audit function to assist it in assessing the risk faced by the entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls. Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The Entity's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day

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implementation of those policies. There has been no change to the entity's exposure to market risks or the way it manages and measures the risk.

**a) Interest rate risk**

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

**Management of interest rate risk**

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

**Sensitivity analysis**

The entity analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on the surplus or deficit of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs 0 (Current FY: Kshs 0). A rate increase/decrease of five percent would result in a decrease/increase in surplus before tax of Kshs 0 (Current FY – Kshs 0)

**Fair value of financial assets and liabilities**

**a) Financial instruments measured at fair value.**

**Determination of fair value and fair values hierarchy**

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

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities. This level includes listed equity securities and debt instruments on exchanges.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

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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 Entity considers relevant and observable market prices in its valuations where possible.

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

**iv) Capital Risk Management**

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

Description	Period ended June 2025	Period ended June 2024
	Kshs	Kshs
Accumulated surplus	-	-
<b>Total Funds</b>	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	1,727,220	-
Net Debt/(Excess cash and cash Equivalents)	-	-
<b>Gearing</b>	0%	-

**14. Related Party Disclosures**

**a) Nature of related party relationships**

Entities and other parties related to EF include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

**b) County Government of Laikipia**

The county Government of Laikipia is the principal shareholder of the EF, holding 100% of the Entity's equity interest. The County Government has provided full guarantees to all long-term lenders of the entity.

**c) Other related parties include:**

- i) The Parent Department.
- ii) County Governments
- iii) Other County Corporations
- iv) Key management.

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d) Transactions with related parties

Description	FY 2024/2025	FY 2023/24
	Kshs	Kshs
<b>a) Sales to related parties</b>		
Others	-	-
<b>Total</b>	-	-
<b>B) purchases from related parties</b>		
Others	-	-
<b>Total</b>	-	-
<b>b) Grants /transfers from the government</b>		
Grants from EF	30,636,737	-
Grants from other levels of Government	-	-
Donations in kind	-	-
<b>Total</b>	<b>30,636,737</b>	-
<b>c) Expenses incurred on behalf of related party</b>		
Payments for goods and services	-	-
<b>Total</b>		
<b>d) Key management compensation</b>		
Compensation to key management	-	-
<b>Total</b>	<b>30,636,737</b>	-

15. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	FY 2024/2025	FY 2023/24
	Kshs	Kshs
<b>Contingent Assets</b>		
Receivables from government entities	-	-
Others	-	-
<b>Total</b>	-	-

Contingent Liabilities

Description	FY 2024/2025	FY 2023/24
	Kshs	Kshs
<b>Contingent Liabilities</b>	-	-
Court case against the entity	-	-
Others	-	-
<b>Total</b>	-	-

16. Events after the Reporting Period

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

**County Government of Laikipia**

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**17. Ultimate And Holding Entity**

The Entity is a Fund under the Department of Finance. Its ultimate parent is the County Government of Laikipia.

**18. Currency**

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

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17. Appendices

Appendix 1: Implementation Status of Auditor General’s Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status:	Timeframe:
-	-	-	-	-

*The Fund was not operational in previous financial years; therefore, no audit reports were prepared*



County Executive Committee Member for Finance

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Appendix II: Projects Implementation Status Report.

S/No	Project Name (A)	Sector (B)	Constituency (C)	Ward (D)	Approved Budget/ total allocation (E)	Contract Sum (F)	Amount certified (G)	Amount Paid (H)	Payable amount I=(G-H)	% Status of implementation (J)
1	Proposed solarization of Lukuero borehole in Mukogodo East ward Laikipia North Constituency	Water	Laikipia North	Mukogodo East	5,674,569	4,270,700	4,270,000	4,270,000	-	100%
2	Proposed drilling and equipping of Mau Narok primary borehole in Sosian Ward Laikipia North Constituency	Water	Laikipia North	Sosian	7,442,173	4,995,000	2,630,000	2,630,000	-	60%
3	Proposed equipping and solarization of Murijo borehole in Kirimom Sosian Ward Laikipia North Constituency	Water	Laikipia North	Sosian	7,437,162	3,995,000	3,995,000	3,870,000	125000	100%
4	Proposed building of dispensary at murijo in kirimon	Health	Laikipia North	Sosian			-	-		0%
5	Proposed drilling and equipping of borehole at Facebook ECD areas in Segera ward Laikipia North Constituency	Water	Laikipia North	Segera	6,199,639	4,795,000	1,427,300	1,427,300	-	50%
6	Proposed building of Olgirgir ECDE	Education	Laikipia North	Segera		1,403,739	-	-		100%
7	Proposed drilling and equipping of Seek Primary School borehole in Mukogondo West ward Laikipia North Constituency	Water	Laikipia North	Segera	6,585,426	4,436,000	3,371,000	3,033,900	337,100	100%
8	Proposed and opening grading and gravelling a section of the	Roads	Laikipia North	Segera		-	-	-		0%

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	feeder road from two(2-2)stock route to endana									
9	Proposed drilling and equipping of borehole in nadungoro village and piping to naimaral	Water	Laikipia North	Mukogodo east	6,959,188	4,991,000	1,534,000	1,380,600	153,400	31%
10	Proposed establishment of water piping from Emurya Nairusha to Naisenya village (2.5km) and construction of reseivortank at Naisenya village	Water	Laikipia North	Mukogodo east	6,396,040	6,396,040	-	-	-	0%
11	Proposed drilling and equipping of Kurum -Lomanira borehole	Water	Laikipia North	Mukogodo east	6,465,181	4,991,000	-	-	-	0%
12	Proposed building of dispensary and provision of health facilities at Olkinyei	Health	Laikipia North	Mukogodo east	6,006,245	-	-	-	-	0%
13	Proposed piping of the Osurua water project (drawn from Mt. Kenya to 6 community water kiosks)	Water	Laikipia North	Mukogodo east	5,703,328	5,703,328	1,925,000	1,732,500	192,500	100%
14	Proposed piping from Oloiborsoit borehole to a reservoir tank at nolkoopin to supply water to ilmunishoi and nosirai	Water	Laikipia North	Mukogodo West	7,112,500	2,725,000	2,725,000	2,452,500	272,500	100%
15	Proposed improvements to existing Naiperere dispensary	Health				2,357,347	-	-	-	0%
16	Proposed drilling and equipping of Endana Gachigi borehole in Segera ward	Water	Laikipia North	Mukogodo West	6,199,639	4,438,500	4,436,000	4,329,500	106,500	76%
17	Proposed piping of Tura borehole to Oldonyonapi nursery	Water	Laikipia North	Mukogodo West	6,784,832	2,935,000	1,165,000	1,048,500	116,500	100%
18	Proposed building of ECDE classroom at Tiamamut	Education				1,495,000	0	-	-	100%

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19	Proposed excavation of water pan at Nkiloriti	water	Laikipia North	Mukogodo West	6,560,375	1,990,000	0	-	-	100%
20	Proposed construction of a dispensary at Ngobolo village	Health					-	-	-	0%
21	Proposed construction of ECDE classroom at Ndonyowiro primary school	Education	Laikipia North	Sosian	6,978,227	1,497,400	-	-	-	0%
22	Proposed drilling and equipping of water borehole at Nakwang Health center	Water				4,995,000	259,000	125,224	133,776	53%
23	Proposed construction of Lera EDCE classroom	Education	Laikipia North	Soisian	7,121,519	1,498,475	-	-		0%
24	Proposed construction of Louniek Health Center laboratory	Health					-	-	-	0%
25	Proposed construction of Louniek ECDE classroom	Education				2,783,553	-	-	-	0%
26	Proposed construction of Dam Samaki ECDE classroom	water	Laikipia North	Sosian	6,371,991	1,497,400	-	-	-	0%
27	Proposed construction of boarding facility at Survey primary school	Education				2,899,437	2,899,437	2,609,493	289,943.70	100%
28	Proposed reticulation Survey Dispensary maternity wing	Water				-	-	-	-	0%
29	Proposed construction of 2No. classrooms at Eloiloi primary school	Education	Laikipia North	Salama	7,304,893	-	-	-	-	0%
					<b>119,302,927</b>	<b>77,088,919</b>	<b>30,636,737</b>	<b>28,909,517</b>	<b>1,727,220</b>	

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Appendix III: Transfers from Government Entities

Name of the Entity Transferring the funds	Date received as per bank statement	Total Amount - KES	Where Recorded/recognized		
			Statement of Financial Performance	Receivables	Total Transfers during the Year
Equalisation Fund Board	17-Jan-25	14,443,300	14,443,300	-	14,443,300
Equalisation Fund Board	14-May-25	16,193,437	16,193,437	-	16,193,437
<b>Total</b>		<b>30,636,737</b>	<b>30,636,737</b>	<b>-</b>	<b>30,636,737</b>

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**Appendix IV- Inter- Entity Confirmation Letter**

Name of transferring entity: .....

Name of beneficiary entity: .....

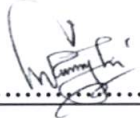
Confirmation of amounts received by Laikipia County Equalisation Fund as at 30 <sup>th</sup> June 2024/2025			
Reference Number	Date Received	Total	Remarks
Nil	Nil	Nil	Nil

I confirm that the amounts shown above are correct as of the date indicated.

**Head of Accounts Department - Disbursing Entity:**

Name ..... Sign ..... Date .....

**Head of Accounts Department - Beneficiary Entity:**

Name Caleb Mwangi Sign  Date 18/08/2025

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Appendix V: Funding Summary

Financial Year	Appropriation during the FY a	Funds received during the FY b	Outstanding funds c=a-b
2024/2025	30,636,737	30,636,737	-
<b>Total</b>	<b>30,636,737</b>	<b>30,636,737</b>	<b>-</b>

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Appendix VI: Reporting of Climate Relevant Expenditures

Project Name	Project Description	Project Objectives	Project Activities	Quarter				Source of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
-	-	-	-	-	-	-	-	-	-

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**Appendix VII: Reporting on Disaster Management Expenditure**

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