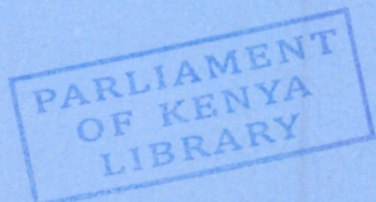
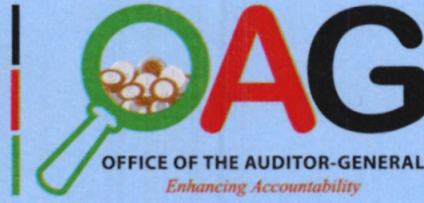


REPUBLIC OF KENYA



REPORT

OF


THE AUDITOR-GENERAL

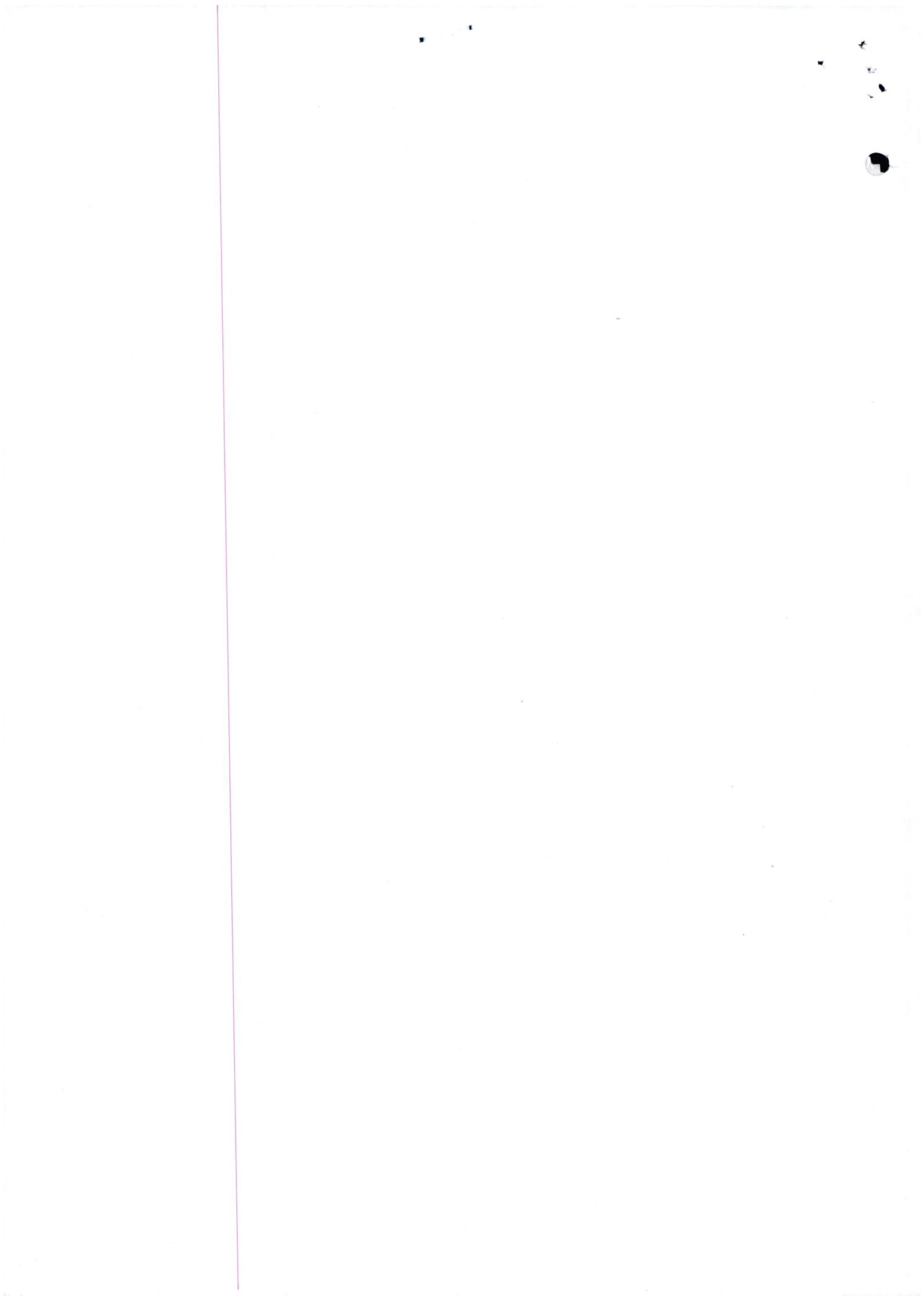
ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND –
ELDAMA RAVINE CONSTITUENCY**

FOR THE YEAR ENDED

30 JUNE, 2025

| | |
|--|--|
|  THE NATIONAL ASSEMBLY PAPERS LAID | |
| DATE: 11 FEB 2026 DAY: Wednesday | |
| TABLED BY: | Hon. (Dr.) Robert Tukio on behalf of Leader of Majority |
| CLERK-AT-THE-TABLE: | honsale |





NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

ELDAMA RAVINE CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

National Government Constituencies Development Fund (NGCDF)
ELDAMA RAVINE 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 entity.

Comparative Year- Means the prior period.

2. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide.

Mission

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

Core Values

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

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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 ELDAMA RAVINE 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 | Andrew K. Kiptanui |
| 2. | National Sub-County Accountant | Obadiah Korir |
| 3. | Chairman NG-CDFC | Samuel Komen Cherop |
| 4. | Member NG-CDFC | Michelle Jeptepkeny Labatt |
| 5. | Member NG-CDFC | Grace Jepkemboi Kaisang |
| 6. | Member NG-CDFC | Rodgers Kipkurui Maiyo |

(c) Fiduciary Oversight Arrangements

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

Koibatek Sub County Headquarters
Old AFC Building
Off Eldama Ravine – Maji Mazuri Road
P.O. Box 161-2103
ELDAMA RAVINE, KENYA

(e) NGCDF ELDAMA RAVINE Constituency Contacts

Telephone: (254) 721333360
E-mail: cdfeldamaravine@ngcdf.go.ke
Website: <https://eldamaravine.ngcdf.go.ke>

(f) NGCDF ELDAMA RAVINE Constituency Bankers

1. Equity Bank Ltd
Eldama Ravine Branch,
Operations Account
Account No. 1310299403791
P.O. Box 75104-00200
Nairobi

2. Equity Bank Ltd
Eldama Ravine Branch,
Deposit Account
Account No. 1310286531364
P.O. Box 75104-00200
Nairobi

3. Equity Bank Ltd (PMC Accounts)
P.O. Box 75104-00200
Nairobi
Account:

(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

| NO | Name and Photo | <i>Provide a concise description of each member's date of birth, key academic and professional qualifications, and work experience.</i> |
|----|---|---|
| 1 |  <p data-bbox="220 909 512 943">SAMUEL K. CHEROP</p> | <p>Born in 1962, Samuel Komen Cherop is a renowned leader with enormous wealth of experience in public service. His input is invaluable in addressing all the challenges facing the implementation of NG-CDF Samuel Holds a Diploma in Business Management besides other qualification and training. He previously held various leadership positions in the County Councils Administrative units. He serves as the male adult representative and the Chairman of ELDAMA RAVINE NG-CDF</p> |
| 2 |  <p data-bbox="220 1267 475 1301">ABUBAKAR BILAL</p> | <p>Abubakar Bilal is an astute community mobiliser born in 1967.He plays a critical role in transforming and coalescing positive energy towards a cause. He holds a diploma in Communications Management and initially worked with the defunct Telecommunications Corporation of Kenya. He serves as the NG-CDF Board Co-opted Member in the Committee</p> |
| 3 |  <p data-bbox="220 1700 499 1733">GRACE J. KAISANG</p> | <p>Born 8 of August 1963.Holds ADiploma in Business Management,Grace Jepkemboi Kaisang Represents Female Adults in the Committee. She is a Community Development leader with passion for leadership especially on gender issues. She is an ardent supporter of gender balance and ensures that gender issues are mainstreamed into the NG-CDF programmes</p> |

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| | | |
|---|--|---|
| 4 |  <p>LYDIA J. KETER</p> | <p>Born in 1964 and holds Degree in Business Management, Lydia Jepchirchir Keter represents female adults in the Committee. Lydia is an accomplished business lady. Her Contribution to the NG-CDF is immense and valuable.</p> |
| 5 |  <p>MICHELLE J. LABATT</p> | <p>As the NG CDFC Secretary, Michelle Jeptepkeny Labatt represents Female youths in the Committee. The 1991-born youth leader has made a mark for herself by articulating youth matters in the Committee and ensuring that the youth agenda is incorporated in the NG-CDF programme.</p> |
| 6 |  <p>JONAH CHERUIYOT</p> | <p>Jonah Kipkemboi Cheruiyot is an astute educationist with a passion for equity in distribution of resources for community development. Born in 1960, Jonah has brought fresh ideas and progression especially in education infrastructure. He previously served as the Head Teacher in various before venturing agribusiness.</p> |
| 7 |  <p>ERICK K. KENEI</p> | <p>Born in 1961 and holds diploma in business management, Erick Kibiwott Kenei is a champion of youth inclusivity and environmental issues. His input has seen the planting of over 20,000 tree seedlings across the constituency with commendable success and survival rate. Erick is also a farmer and sensitizes the youth in good agricultural practices.</p> |

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| | | |
|----|---|--|
| 8 |  <p>RODGERS K. MAIYO</p> | <p>Born in 1984, Rodgers Kipkurui Maiyo is the representative of the Persons Living With Disability (PWDs) in the Committee. His contribution on mainstreaming PWDs issues in the Committee is invaluable. He championed the start-up of Eming Primary School for the Visually Impaired a now vibrant institution helping those who are enabled differently.</p> |
| 9 |  <p>JUDITH J. CHERUIYOT</p> | <p>Born in 1961 and Degree in Business Management, Judith Cheruiyot is the Representative of the National Government in the committee. She serves as the Deputy County Commissioner for ELDAMA RAVINE Sub County. She brings years of public service experience in the committee and ensures that the NG-CDF programmes are aligned with the National Government function and domain</p> |
| 10 |  <p>ANDREW K. KIPTANUI</p> | <p>Born in 1978 with master of arts in economic Andrew Kiptanui is the Ex-officio Member of the Committee and serves as the Accounting Officer of the Fund.</p> |

4. NG-CDFC Chairman's Report



Samuel Komen Cherop,
ELDAMA RAVINE NG-CDF Committee Chair

On behalf of ELDAMA RAVINE NG-CDF Committee, I would like to give an overview on the operations of our Constituency in the financial year 2024/2025. ELDAMA RAVINE National Government Constituencies Development Fund in the Financial Year 2024/2025 was allocated Kes 354,228,974 We had a total receipt of Kes 319,091,157 from the Board as at the end of the Financial Year 2024/2025.

The budget performance for this financial year was not comparatively achieved as targeted due late approval and disbursement of funds from the National Treasury and NG-CDF Board.

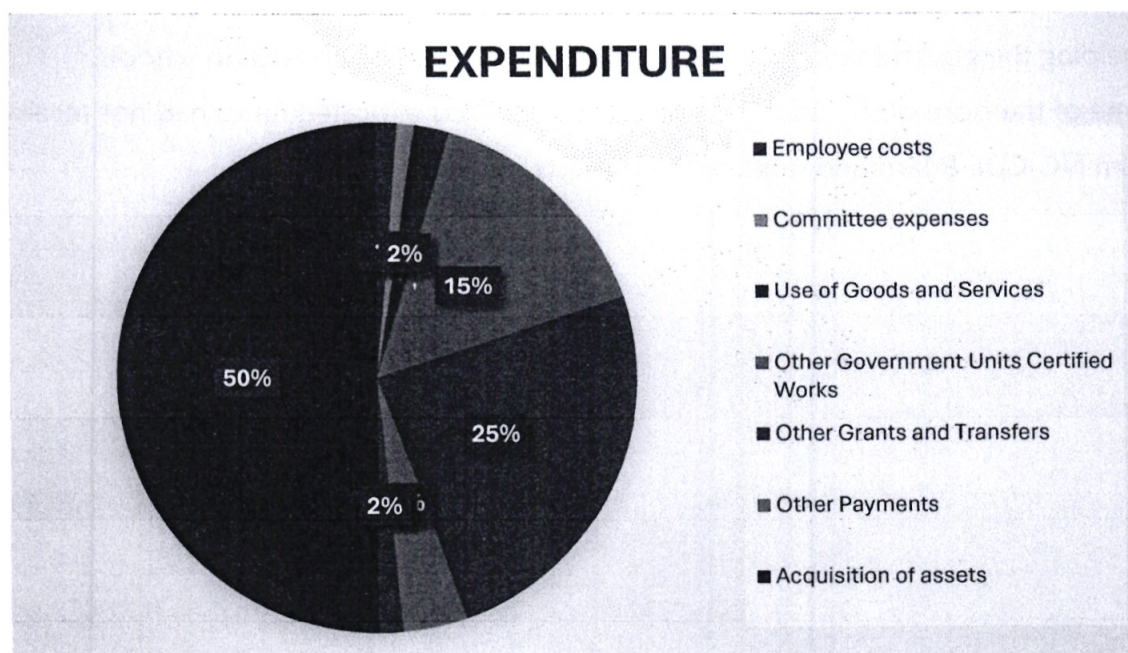
NG-CDF has become the backbone in education and Security sector in our constituency. To enhance education within the constituency by improving on the transition and completion rates, the Constituency allocated and disbursed 40% of the total ceiling on bursaries across all categories. The Constituency also has a full Scholarship Programme for 22 students and all students in Day Schools within the Constituency are awarded bursaries.

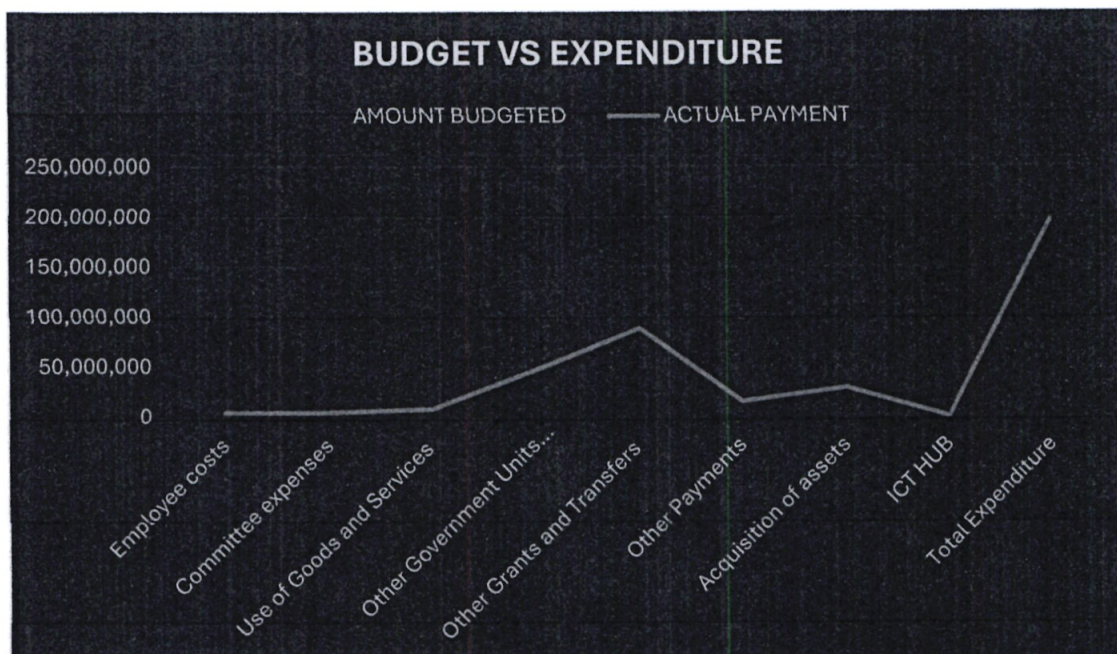
NG-CDF has also aided in providing good learning environment by construction, furnishing and rehabilitation of classrooms. To achieve this, NG-CDF ELDAMA RAVINE has allocated funds for construction and rehabilitation of classrooms to enhance proper and conducive learning environment for students.

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Table of BUDGET PERFORMANCE AGAINST ACTUAL AMOUNTS

| NO. | SECTOR | AMOUNT BUDGETED | ACTUAL PAYMENT |
|-----|--|--------------------|--------------------|
| 1. | Employee costs | 5,645,751 | 4,087,838 |
| 2. | Committee expenses | 6,340,280 | 4,376,855 |
| 3. | Use of Goods and Services | 8,108,566 | 7,966,643 |
| 4. | Other Government Units Certified Works | 57,887,837 | 46,931,168 |
| 5. | Other Grants and Transfers | 92,916,529 | 88,158,473 |
| 6. | Other Payments | 15,000,000 | 15,000,000 |
| 7. | Acquisition of assets | - | 28,900,000 |
| 8. | ICT HUB | 5,652,421 | - |
| | Total Expenditure | 191,551,384 | 195,420,977 |





The key achievements are the construction and renovation of classrooms to improve students' learning environment which has a bigger impact in learning through creating more learning spaces, helping the government meet the required international standards in schools. At the time of the close of the financial year, all the projects allocated funds had not received funds from NG-CDF Board and most of the projects were ongoing.

SAMPLE OF THE PROJECTS IMPLEMENTED



Figure 1 - Mandina Primary School – construction of 4 No. Sorey classrooms

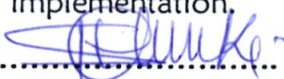


Figure 2 – Huduma Centre – Ongoing

IMPLEMENTATION CHALLENGES AND RECOMMENDATION

The main challenge is delay and piecemeal disbursement of funds which delays project completion within the financial year. The NG-CDFC recommends that funds be released to the constituency immediately the projects are approved.

The NG-CDFC encourages the PMCs to start the project procurement/ implementation immediately project cleared and code list received. The NG-CDF Committee to immediately releases to the PMCs within a week of receipt from NG-CDF board to minimize delays in project implementation.

.....

 Samuel Komen Cherop

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

The key development objectives of the *NG-CDF ELDAMA RAVINE Constituency 2024-2025* plan are to:

- 1.Improving the quality of education and enrollment levels*
- 2.Enhancing security in the region*
- 3.Promotion of sustainable use of natural resources and conservation of the environment*
- 4.Promoting youth development programs*
- 5.Improve on the quality-of-service delivery for ELDAMA RAVINE NG-CDF*

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 improve access to education for primary, secondary and college levels in ELDAMA RAVINE constituency</i> | <i>To increase enrollment in education for primary, secondary in ELDAMA RAVINE constituency</i> | <i>23 schools funded to construct classrooms 12,300 bursary beneficiaries</i> | <i>In FY 2024/25 -we increased number of classrooms from 20 to 35 in the following schools/institutions: Chepnes primary, Kaptiegan primary, Kibias Primary school, Kiplombe Primary,</i> |

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| | | | | |
|--------------------------------------|--|--|-----------------------------------|--|
| | | | | <i>Kirima primary and Tinet primary - Bursary beneficiaries at all levels were 13,700</i> |
| Security | <i>To improve and enhance security in the whole constituency</i> | <i>To enhance security in ELDAMA RAVINE constituency</i> | <i>3 Projects</i> | <i>In FY 2024/25 -we increased the number of security projects from 1 to 3 in the following: Saos Chief's office, Kiplombe Chief's office and Torongo chiefs office.</i> |
| Climate change mitigation activities | <i>To improve and conserve the environment</i> | <i>Protect, restore and conserve the environment</i> | <i>6 Water Tanks to 6 schools</i> | <i>In FY 2024/25 -we increased number of the projects from 3 to 6</i> |
| Emergency | <i>To cater for unforeseen occurrences in the whole constituency</i> | <i>To improve development in the constituency</i> | <i>15 projects</i> | <i>In FY 2024/25 -we increased number of the projects from 8 to 15 in the following sampled institutions: Poror Day and Boarding Primary School, Kiptuno Primary School Saos Primary School Sabatia Primary School Tugumoi Secondary School Kaptim Primary School Kapkitet Primary School Muserechi Primary School Emkwen Primary School</i> |

6. Governance Statement

Introduction

Background

The National Government Constituencies Development Fund Act 2015 (Amended 2016) in section 43(1), (2), (3) and 57(1) and its regulations, provides for establishment of National Government Constituency Development Committee (NG-CDFC) for every constituency.

Further, Section 5 (1) of the regulation states that the members of a Constituency Committee provided for Appointment of under section 43(2) (b), (c) and (d) of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a vacancy in the Constituency Committee.

The officer of the board coordinated the process of nomination of the NG CDFC for onward forwarding to the board for appointment through gazette notice.

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

- i. One person nominated by national Government official in charge of Sub County or designated representative who shall chair the panel
- ii. Officer of the Board seconded to the constituency who is be the secretary of the selection panel

iii. Two persons one of either gender nominated by the constituency office (established under regulations made pursuant to the parliamentary service act)

Further the NG CDF regulations requires that for one to serve as member of the NGCDF committee he or she must be (a) citizen of Kenya, (b) ordinarily resident voter of the constituency, (c) able to read and write and communicate in English and Kiswahili, (d) meet the chapter six of the constitution, (e) available to participate in the activities of the constituency (f) for youth nominee he or she must have attained age of 18 years but below age of 35yrs and (g) for persons with disability nominee must be nominated by a registered group representing persons with disability within the constituency.

Appointment of NG-CDF Committee

The NGCDF Act 2016 on appointment of NGCDFC members states; The members of a Constituency Committee provided for Appointment of under section 43of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee vacancy in the Constituency Committee. Kenya Subsidiary Legislation, 2016 1951

(2) A vacancy shall occur in Constituency Committee upon commencement of a new parliamentary term; dissolution of a Constituency Committee; removal of a member of a Constituency committee; or the occurrence of a vacancy in a Constituency Committee.

(3) Upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel.

(4) The selection panel referred to in paragraph (1) shall consist of—

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- one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection panel;
- the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- Two persons, one of either gender, nominated by the Constituency office.

(5) The officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a

Constituency Committee in accordance with guidelines issued by the Board.

(6) The selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants taking into account age, gender, special interest groups and regional balance in accordance with section the Act

(7) The officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates together with the report of the selection panel.

(8) The Board shall co-opt the person referred to in the Act to ensure equitable representation in the membership of a Constituency Committee.

(9) The Board shall, in writing, request the clerk of the National Assembly to notify the Constituency Office to nominate two persons of either gender, pursuant to section 43(2)(e) of the Act and to forward the names to the Office of the Board seconded to the Constituency.

(10) The Board shall submit the names of the seven persons selected from each Constituency in accordance with the Act to the National Assembly for Approval.

(11) The Board shall, within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette.

1952 Kenya Subsidiary Legislation, 2016

Process

To facilitate this, the selection panel invited interested and qualified members of the public for appointment to the NGCDF committee. The panel invited through advertisement publicized in churches, public offices notice boards and other public areas in the constituency.

25 applications were received. The selection panel developed a shortlisting criterion which enabled picking of the nominees. Two additional nominees were proposed from ELDAMA RAVINE Constituency Office as per section 43 of the NG-CDF Act, 2015.

Five best NG-CDF applicants were selected taking into account age, gender, special interest groups and regional balance in accordance with section43(2)(b)(c) and (d) of the Act

| S/N | Name | Category representation | Ward |
|-----|----------------------------|-------------------------|----------|
| 1. | Samuel Komen Cherop | Male (Adult) | Koibatek |
| 2. | Erick Kibiwott Kenei | Male (Youth) | Ravine |
| 3. | Michelle Jeptepkeny Labatt | Female (youth) | Perkerra |

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| | | | |
|----|-------------------------|-----------------|-------------|
| 4. | Grace Jepkemboi Kaisang | Female (Adult) | Lembus Kwen |
| 5. | Rodgers Kipkurui Maiyo | PLWD | Lembus |

Nominee of the person representing persons with disability

| S/N | Name | Nominating Organization | Nature of physical Impairment | Ward |
|-----|------------------------|---|-------------------------------|--------|
| 1. | Rodgers Kipkurui Maiyo | National Council Of People Living With Disability | Shorter Right leg | Lembus |

Nominee of the constituency Office

| S/N | Name | Category | occupation | Ward |
|-----|---------------------------|-----------------------|------------|-------------|
| 1 | Lydia Jepchirchir Keter | Female representative | Farmer | Lembus Kwen |
| 2 | Jonah Kipkemboi Cheruiyot | Male Representative | Farmer | Lembus |

Upon further consultation with the panel and the constituency office, members agreed to recommend for co-option by the NG-CDF Board as per section 43 subsection 2(g) as

| S/N | Name | Gender | Ward |
|-----|----------------|--------|--------|
| 1. | Abubakar Bilal | Male | Ravine |

The list of the selected and recommended members was forwarded to the NG_CDF Board and were further gazetted through a gazette notice dated 21st May,2025.
The ELDAMA RAVINE NG_CDFC Members were gazetted as follows:

| S/N | Name | Category | Statutory Provision Under NG-CDF Act |
|-----|----------------------------|--|---|
| 1. | Erick Kibiwott Kenei | Male Youth Representative | Appointment Pursuant to Section 43 (2)(b) |
| 2. | Samuel Komen Cherop | Male Adult Representative | Appointment Pursuant to Section 43 (2)(b) |
| 3. | Michelle Jeptepkeny Labatt | Female Youth Representative | Appointment Pursuant to Section 43 (2)(c) |
| 4. | Grace Jepkemboi Kaisang | Female Adult Representative | Appointment Pursuant to Section 43 (2)(d) |
| 5. | Rodgers Kipkurui Maiyo | Representative of Persons Living with Disability | Appointment Pursuant to Section 43 (2)(d) |
| 6. | Jonah Kipkemboi Cheruiyot | Male Adult Representative | Appointment Pursuant to Section 43 (2)(e) |

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| | | | |
|----|-------------------------|-----------------------------|---|
| 7. | Lydia Jepchirchir Keter | Female Adult Representative | Appointment Pursuant to Section 43 (2)(e) |
|----|-------------------------|-----------------------------|---|

The First NG-CDFC inaugural meeting was held on 25th May, 2025. The members carried out an election for the position of a Chairperson and the Secretary of the Committee. The following members were elected:

| | NAME | POSITION | WARD |
|---|----------------------------|-----------|----------|
| 1 | Samuel Komen Cherop | Chairman | Koibatek |
| 2 | Michelle Jeptepkeny Labatt | Secretary | Perkerra |

NG-CDF Regulations Section 7(6) & (7) requires that the first meeting, a Constituency Committee shall establish two sub-committees necessary for the proper performance of its functions in accordance with the guidelines issued by the Board and in establishing sub-committees. Under paragraph 5, constituency Committee shall ensure that there is equitable representation

Two functional Committees were constituted as follows

1. Bursary Sub-committee

| | NAME | POSITION |
|----|----------------------------|----------------------------------|
| 1. | Grace Jepkemboi Kaisang | Chairperson |
| 2. | Rodgers Kipkurui Maiyo | Member |
| 3. | Michelle Jeptepkeny Labatt | Member |
| 4. | Jonah Cheruiyot | Member |
| 5. | Julius Kipsaat | Sub County Director of Education |

2. Complaint Handling & Resolution Committee

| | NAME | POSITION |
|----|----------------------------|----------|
| 1. | Samuel Cherop | Chairman |
| 2. | Judith Cheruiyot | DCC |
| 3. | Erick Kenei | Member |
| 4. | Abubakar Bilal | Member |
| 5. | Michelle Jeptepkeny Labatt | Member |

The chairman and the secretary are members of both committees. The DCCs are members of the complaints committee, while representative from the ministry of education office is also coopted to be in the Bursary committee.

The term of office for the members of the Constituency Committee is two years and will be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act.

Roles and functions of NG-CDFC

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

- i. Convene public meetings in every ward in the constituency to deliberate on development matters.
- ii. Deliberate on project proposals and any other projects considered beneficial to the constituency.
- iii. List of projects to be submitted in accordance with the Act to be submitted to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.
- iv. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of project management committees and sensitize the Community on the operations of the Fund.
- v. Ensure that all projects receive adequate funding and are completed within three years.
- vi. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
- vii. 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.
- viii. Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- ix. Enter into performance contracting with the Board on an annual basis.

Removal of NG-CDFC Members

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

- (a) lack of integrity;
- (b) gross misconduct;
- (c) embezzlement of public funds;
- (d) bringing the committee into disrepute through unbecoming personal public conduct;
- (e) promoting unethical practices;
- (f) causing disharmony within the committee;
- (g) physical or mental infirmity.

A decision to remove a member under subsection (13) is made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made. In ELDAMA RAVINE the NGCDFC has not found any member to have contravened the laid down regulations and law to warrant removal.

Handing Over

The handing over of the office by the outgoing NG-CDFC Committee to the Incoming committee was carried out smoothly and successfully on 12th June, 2025.

Training of NG-CDFC Members

In the financial year 2024/2025 the NGCDF Board organized training of NGCDFC members. During the training, critical areas such as public finance, project planning, procurement, complaint management, performance management were covered to equip them with the prerequisite knowledge and skills to ensure effective and efficient management of NG-CDF ELDAMA RAVINE

Ethics & conduct

Members of NGCDFC are required to observe the following ethical issues

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

During the financial year 2024/2025 members of NGCDFC ELDAMA RAVINE adhered to the above ethical issue

Members Remuneration

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NG-CDFC is entitled to an allowance seven thousand per meeting and all other members an allowance of five thousand per sitting. All NG-CDFC members should adhere to general ethics and code of conduct as stipulated in the NG-CDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances. The NG-CDFC members are to meet at least 6 meetings and not more than 24 meetings in a financial year. Members are to be facilitated at a rate of Kshs. 5,000 and the Chairperson Kshs. 7,000 per sitting.

Number of meetings;

NG-CDF Act stipulates that NG-CDFC shall have a maximum of twenty-four meetings per year and not less than twelve including sub-committee meetings.

In ELDAMA RAVINE Constituency, the NG-CDF Committee conducted twenty-three (24) meetings.

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Schedule of meetings held during the FY 2024/2025

| NO | NAME | DESIGNATION | Date | | | | | | | | | | | | | | | | | | | |
|----|--------------------|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| | | | 17/07/2024 | 13/08/2024 | 29/08/2024 | 12/09/2024 | 30/09/2024 | 03/10/2024 | 24/10/2024 | 15/11/2024 | 16/12/2024 | 02.01/2025 | 03/01/2025 | 04/03/2025 | 16/04/2025 | 21/05/2025 | 21/05/2025 | 26/05/2025 | 28/05/2025 | 04/06/2025 | 08/06/2025 | 17/06/2025 |
| 1 | SAMUEL K. CHEROP | CHAIRPERSON | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 2 | MICHELLE J. LABATT | SECRETARY | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 3 | ANDREW K. KIPTANUI | FAM | ✓ | ✓ | ✓ | ✓ | x | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 4 | GRACE J. KAISANG | MEMBER | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 5 | LYDIA J. KETER | MEMBER | ✓ | ✓ | ✓ | ✓ | x | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 6 | JONAH K. CHERUIYOT | MEMBER | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 7 | ABUBAKAR BILAL | CO-OPTED MEMBER | ✓ | ✓ | ✓ | ✓ | x | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 8 | ERICK K. KENEI | YOUTH MEMBER | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 9 | RODGERS K. MAIYO | DISABILITY MEMBER | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |
| 10 | JUDITH CHERUIYOT | MEMBER | ✓ | ✓ | ✓ | x | x | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ |

Disclosure policy on conflict of interest

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

Risk management

Risk management has been integrated in the constituency operations through the following: training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations. Embracing the Enterprise Risk Management system and attesting to monthly, quarterly bi-annually and annually compliance and key risk indicators questions, implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other

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laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

7.Environmental and Sustainability Reporting

Environmental concerns, with an emphasis on climate change mitigation, are central to the government's agenda. The recent amendment to the NG-CDF Act 2022, which raised the allocation for climate change activities from 2% to 5%, reinforces the commitment to addressing these issues through the NG-CDF Fund. In the 2024-2025 financial year, ELDAMA RAVINE NG-CDF allocated Kshs.1, 730,392.00 for Climate Change Mitigation activities. These efforts aim to enhance sustainability and contribute to environmental conservation, aligning with the government's broader strategy to combat climate change.

1. Sustainability strategy and profile -

To ensure sustainability of ELDAMA RAVINE NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** ELDAMA RAVINE NG-CDF 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 marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well 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 the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as

tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid-19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 2024/2025 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

1.Environmental performance

NG-CDFC ELDAMA RAVINE conducts three sensitizations forum every year to the constituents to create awareness of the importance of planting trees to conserve the environment. The Sensitizations are done in various schools where the office donate seedlings to school and join hands with students to plant trees in schools.

Sensitization forums are also conducted once every year on crosscutting issues where the constituents particularly the youth are enlightened on the dangers of drug & Alcohol Abuse as well as engaging in other vices.

NG-CDF staff have at least one day in every financial year to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.

2.Employee welfare

We invest in providing the best working environment for our employees. ELDAMA RAVINE 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 of 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 cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. ELDAMA RAVINE 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 policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

3. Market place practices

ELDAMA RAVINE NG-CDF Constituency is committed to fair and ethical market practises. 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 for purposes of uplifting them economically. Our ethical market practises ensure the fund get value for money on all goods and services procured.

We are also committed to healthy relations with our suppliers which is enhanced through organized sensitization forums that relate to the procurement legal framework and ethical subject matters. We are dedicated to honouring 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 practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interest

4. Community Engagements-

ELDAMA RAVINE NGCDF has endeavoured 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 sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

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

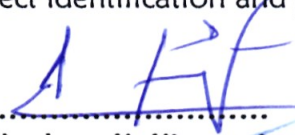
Public participation is the process that directly engages the concerned stakeholders in decision-making and considers public input in making that decision.

The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

ELDAMA RAVINE NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.


.....
Name: Andrew K. Kiptanui
Fund Account Manager.



7. Management Discussion and Analysis

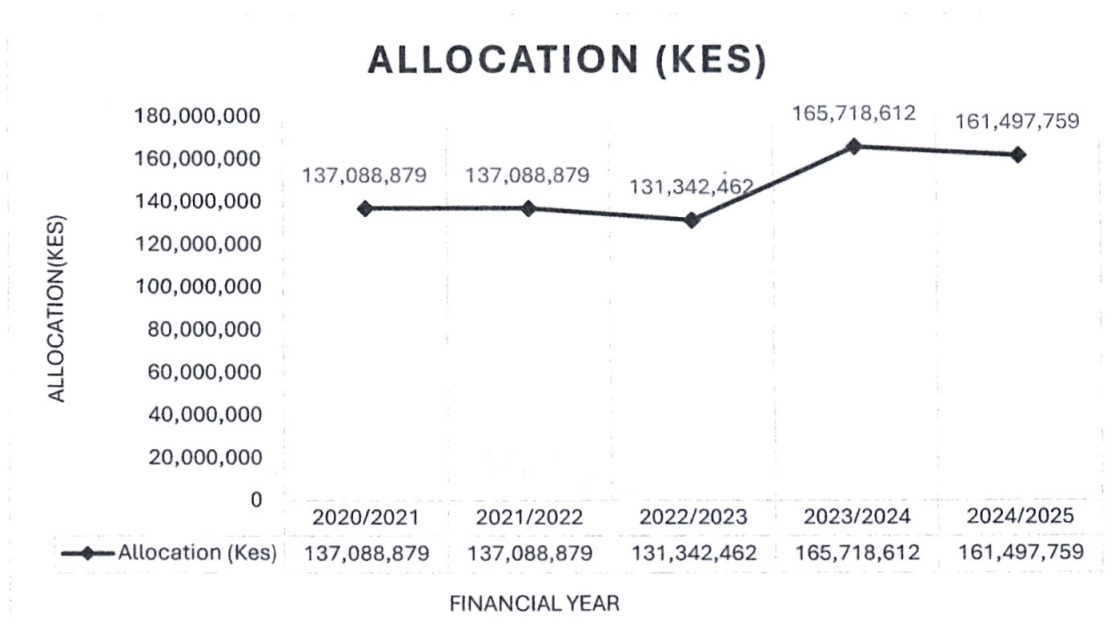
The NG-CDF ELDAMA RAVINE Constituency Committee continued to discharge its core mandate in prudent, transparent and accountable management of the fund, considering projects proposals as proposed by the residents of the NG-CDF ELDAMA RAVINE Constituency and ensure that all the approved projects meet the requirements of Sec 24 of the NGCDF Act 2015, capacity building of the Project Management Committees (PMCs), monitoring and evaluation of the funded projects. As per the provision of the NGCDF Act 2015 (as amended in 2022), this was achieved mainly through timely disbursement of received funds to the PMCs, projects monitoring and regular NG-CDF meetings.

Budget Performance

In the financial year 2024/2025 NG-CDF ELDAMA RAVINE budget performance against actual amounts for current year based on economic classification and programmes, was below average due to delay in disbursement of funds to the constituency by the NG-CDF Board, In the financial year ended 30th June 2025, NG-CDF ELDAMA RAVINE had a cumulative approved budget of Kes. 354,228,974 and kes. 217,550,689.00 was disbursed to the constituency by the NG-CDF Board within the financial year.

There has been an increase in funding over the last five years although there was a slight decrease in FY 2024/2025 as demonstrated in the table and bar graph below:

| Financial year | Allocation (Ksh) |
|----------------|------------------|
| 2020/2021 | 101,879,000.00 |
| 2021/2022 | 137,088,878.00 |
| 2022/2023 | 151,960,174.00 |
| 2023/2024 | 193,482,884.00 |
| 2024/2025 | 188,414,052.19 |



Statement of Financial Performance for the period ended 30th June,2025

Key Achievements

ELDAMA RAVINE NG-CDF successfully completed construction of Classrooms, Toilet blocks in various primary Schools to ensure improved learning environment, and gave bursary to over twelve thousand needy students.

Some of the projects implemented within the financial year:

Emerging issues

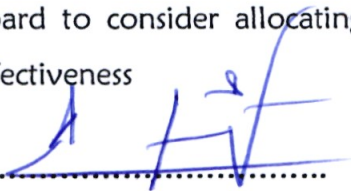
- Increased number of requests from many primary schools who are in need of funds to construct classrooms and laboratories as a result of change in the education sector i.e. Junior Secondary School
- The question of bursary funding to junior secondary schools and private institutions
- Uncertainties occasioned by a litany of court cases challenges the constitutionality of the fund

Implementation challenges

1. Insufficient funds to match community needs and resources
2. low capacity among the various stakeholders and lack of NG-CDF facilitation. Sitting allowances for committees to be revised to improve motivation.
3. Bursary funds administration challenges

Way forward

- The NG-CDF Board should consider revising or increasing the allocation to projects.
The Board to increase the allocation to the bursary funds kitty.
- Board to consider allocating funds for administration of bursary for efficiency and effectiveness

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Andrew K. Kiptanui
Fund Account Manager
NG – ELDAMA RAVINE CDF



8. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-ELDAMA RAVINE Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes: Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; Designing, implementing, and 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 entity; Selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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

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

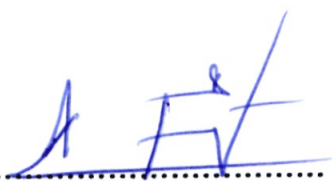
In preparing the financial statements, the Committee has assessed the Fund's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Committee that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The NGCDF- ELDAMA RAVINE Constituency financial statements were approved and signed by the Accounting Officer on 18/08 2025.



Name: Samuel Komen Cherop
Chairman – NGCDF Committee



Name: Andrew K. Kiptanui
Fund Account Manager



REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - ELDAMA RAVINE 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 that 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 Constituencies Development Fund - Eldama Ravine Constituency set out on pages 1 to 65, 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 the 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 - Eldama Ravine 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 2023), 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. Inaccuracies in the Financial Statements

The statement of financial position reflects receivable from non-exchange transactions balance of Kshs.36,470,611 and nil comparative balance in respect of outstanding disbursement from the NG-CDF. However, the corresponding Note 21 to the financial statements reflects amounts of Kshs.34,979,191 and Kshs.65,697,248 resulting in unexplained and unreconciled variances of Kshs.1,491,420 and Kshs.65,697,248 respectively. Further the previous years audited financial statements reflects an outstanding disbursement balance of Kshs.73,965,052 which differs with amount of Kshs.65,697,248 resulting in an unexplained and unreconciled variance of Kshs.8,357,804.

The statement of financial position reflects nil balance in respect of accumulated surplus. However, the statement of changes in net assets reflects an amount of Kshs.43,991,478 resulting in an unexplained variance of Kshs.43,991,478.

Further, the statement of financial position reflects Nil balances in respect of property, plant and equipment for the year and comparative balance respectively as disclosed in Note 23 to the financial statements. However, the previous year's audited financial statement in Annex 4 to the financial statements (summary of fixed asset register) reflects a balance of Kshs.8,830,984 resulting in an unexplained variance of Kshs.8,830,984.

In addition, the statement of financial position reflects cash and cash equivalents opening balance of Kshs.66,935,461 which includes Project Management Committee (PMC) amount of Kshs.34,458,625 as disclosed in Note 19 to the financial statements. However, the previous year's audited financial statements at review to of Annex 5 to the financial statements on PMC bank balances reflects a balance of Kshs.25,113,366 resulting to unexplained and unreconciled variance of Kshs.9,345,259.

The statement of changes in net assets reflects revaluation reserves balance of Kshs.114,992,139 which includes an amount of Kshs.101,299,645 in respect of recognition of assets. However, the previous year's audited financial statement in Annex 4 to the financial statements (summary of fixed asset register) reflects a balance of Kshs.8,830,984 resulting to unexplained and unreconciled variance of Kshs.92,468,661.

The statement of cashflows reflects use of goods and services, committee expenses and other grants and transfers of the amounts of Kshs.8,313,332, Kshs.4,030,166 and Kshs.132,058,473. However, the statement of comparison of budget and actual amounts reflects amounts of Kshs.7,966,643, Kshs.4,376,855 and Kshs.88,158,473 resulting to unexplained variances of Kshs.346,689, Kshs.346,689 and Kshs.43,900,000 respectively.

The statement of comparison of budget and actual amounts reflects previous year's outstanding disbursement amount of Kshs.64,274,454. However, the previous year's audited financial statements reflect an amount of Kshs.73,965,052 resulting in an unexplained and unreconciled variance of Kshs.9,690,598.

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

2. Unsupported Domestic Travel and Subsistence Expenditure

The statement of financial performance reflects use of goods expenditure amounting to Kshs.8,471,958 which includes an amount of Kshs.1,440,900 in respect of domestic travel and subsistence expenses as disclosed in Note 12 to the financial statements. Review of records revealed that the officers travelling were not issued with imprests in advance but instead raised claims for reimbursement of expenses incurred contrary to the law and regulations. Further, the expenditure was not supported with documents including approved budget, work tickets and bus tickets and workshop attendance registers.

In the circumstances, the accuracy, completeness and propriety of the domestic travelling and subsistence amount of Kshs.1,440,900 could not be confirmed.

3. Unsupported Other Government Units Actual Expenditure

The statement of financial performance reflects other government units' actual expenditure amount of Kshs.46,931,168 as disclosed in Note 13 to the financial statements. Review of supporting documents including the expenditure return files revealed that the amount includes an amount of Kshs.22,217,754 in respect of construction of administration blocks, classrooms, ablution blocks, renovation of existing structures and graveling of play fields in primary and secondary schools in the constituency. However, the amount was not supported with procurement records including tender advertisement, bids or quotations, tender evaluation minutes, signed contracts, inspections and acceptance reports, joint measurements. Further, Project

Management Committee (PMC) records including cashbooks, bank statements and expenditure returns and project implementation status reports for the projects were not provided for audit verification and the construction works were not certified by the clerk of works

In addition, various constructions were not registered with National Construction Authority. This was contrary to Regulation 17 (1) of the National Construction Authority Regulations, 2014 which requires that all construction works, contracts or projects either in the public or private sector to be registered with the Authority.

In the circumstances, the accuracy and completeness of the other Government unit's actual expenditure amount of Kshs.22,217,754 could not be confirmed.

4. Unsupported Purchase of Land

The statement of financial performance reflects other Government units' actual expenditure amount of Kshs.46,931,168 as disclosed in Note 13 to the financial statements. The supporting schedule revealed that the amount includes an expenditure of Kshs.2,400,000 in respect of transfer to Kaptiegan Primary School for the purchase of two (2) acres of land. However, the land purchase amount was not supported with documents including acknowledgment of stamp duty paid to Kenya Revenue Authority (KRA) in respect of transfer, application of consent of transfer to the land control Board and the title deed bearing the school's name.

In the circumstances, the accuracy, completeness and propriety of the purchase land amount of Kshs.2,400,000 could not be confirmed.

5. Unsupported Expenditures of Security and Emergency Projects

The statement of financial performance reflects other grants and transfers actual expenditure of an amount of Kshs.132,058,473 which includes amounts of Kshs.1,470,176 and Kshs.12,565,751 in respect of security and emergency projects respectively and as disclosed in Note 14 to the financial statements. However, supporting documents including procurement records were not provided for audit verification.

In the circumstances, the accuracy and completeness of the security and emergency projects expenditure amounts of Kshs.1,470,176 and Kshs.12,565,751 respectively could not be confirmed.

6. Unsupported Other Payments for Electricity Projects (REREC)

The statement of financial performance reflects other grants and transfers actual expenditure amounting to Kshs.132,058,473 which includes an amount of Kshs.43,900,000 in respect of other payments, as disclosed in Note 14 to the financial statements. Review of the supporting documents including expenditure schedules revealed that other payments included an amount of Kshs.15,000,000 in respect of Rural Electrification and Renewable Energy Corporation (REREC) Project. Further, the amount

paid was an additional top up from the previous financial year 2023/2024 funding expenditure of Kshs.14,000,000 resulting to funding totalling Kshs.29,000,000 The Fund scheme was for the implementation of the five (5) projects including:

- a) Kipkuyang – Chebigon- Kamoiben- Cheptaburbur powerline
- b) Benoin – Lower Kaplelechwa power Line
- c) Ibobor – Nerkwo – Emngunguny power line
- d) Emkwen – Blue Gum Hill farm power Line
- e) Chepsiria -Langas – Kamasaba power Line

However, the expenditure was not supported with documents including work plans, status report, expenditure returns, inspection reports for the expenditure and acknowledgement receipts of the funds by REREC.

In the circumstances, the accuracy, completeness and propriety of the REREC electricity project expenses amount of Kshs.15,000,000 could not be confirmed.

7. Unsupported Construction of the Constituency Development Fund (CDF) Offices

The statement of financial performance reflects other grants and transfers actual expenditure of an amount of Kshs.132,058,473 which includes an amount of Kshs.43,900,000 in respect of other payments, as disclosed in Note 14 to the financial statements. The amount of Kshs.43,900,000 included an expenditure of Kshs.28,900,000 in respect of construction of the Fund's offices. Review of the statement of comparison of budget and actual amounts and the budget execution by sector and projects report revealed budget and actual expenditure of Kshs.33,000,000 and Kshs.28,900,000 respectively in respect of the construction of the Constituency Development Fund (CDF) offices. The Fund is constructing a one-storey building comprising of twelve (12) offices and four (4) doors ablution block with one chamber comprising of facilities for persons with disabilities in the constituency. However, the expenditure amount was not supported with procurement documents including contract agreement specifying the contract sum, terms of the contract and the contract period. The bill of quantities attached to the payment vouchers were not quantified both in terms of quantity and price. Further, no evidence was provided confirming works were certified by clerk of works before payments.

In the circumstances, the accuracy, completeness, and propriety of the construction of the Constituency Development Fund (CDF) offices expenditure amount of Kshs.Kshs.28,900,000 could not be confirmed.

8. Unsupported Cash and Cash Equivalents Balance

The statement of financial position reflects cash and cash equivalents balance of Kshs.123,669,697 which includes balances of Kshs.23,870,139, Kshs.847,233 and Kshs.98,952,325 in respect of two (2) operations accounts and the Project Management Committee (PMC) bank balances held in various bank accounts, as disclosed in Note 19

to the financial statements. Review of the bank reconciliation statement for the month of June, 2025 in respect of one of the operation accounts with the balance of Kshs.23,870,139 reflects unrepresented cheques totalling Kshs.105,219,791. However, the unrepresented cheques supporting schedule did not include the information on payee particulars and Management did not provide explanations why the unrepresented cheques with some dating back to February, 2025, had not been cleared through the bank. Further, the certificate of bank balance for the account was not provided for audit review

Further, the Project Management Committees (PMC) account balance of Kshs.98,952,325 was not supported with cash books and bank reconciliations statements. In addition, the PMC bank balances were not transferred to the Constituency account. This was contrary to Section 12 (8) of the National Government Constituencies Development Fund Act, 2015 (Amended 2022) which states that all unutilized funds of the Project Management Committee shall be returned to the Constituency bank account.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.123,669,697 could not be confirmed.

9. Non-Compliance with Transitional IPSAS Reporting Template

The cover page to the annual report and financial statements indicates "Transitional IPSAS financial statements/Prepared in accordance with accrual basis of accounting method under international public sector accounting standards (IPSAS). This is indicative of Management failure to choose the method adopted to prepare the financial statements. Further, under Note 2 to Financial Statements on Statement of Compliance and Basis of Preparation of the financial statements, Management having taken advantage of the transitional provisions under IPSAS 33 have not indicated the elements of the financial statements that have not been recognized and the steps being taken towards full compliance with IPSAS Accrual.

In the circumstances, the financial statements as prepared and presented are not in compliance with IPSAS reporting framework.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Eldama Ravine 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 amounts of Kshs.354,228,974 and Kshs.319,091,157 respectively resulting in underfunding of Kshs.35,137,817 or 10% of the budget. Further,

the statement reflects that the Fund spent a total amount of Kshs.195,420,977 against actual receipts of Kshs.319,091,157 resulting to an under-absorption of Kshs.123,670,180 or 39% of the actual receipts.

The under-funding and under-absorption affected the planned activities of the Fund and may have impacted negatively on service delivery to the residents of Eldama Ravine Constituency.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on the Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. Review of the status during the audit of the Fund for the financial year 2023/2024 revealed that the following twelve (12) issues remained unresolved:

| No. | Financial Year | Audit Issue |
|------------|-----------------------|---|
| 1 | 2023/2025 | Inaccuracies in the financial statements |
| 2 | 2023/2025 | Variance in compensation of employee amount |
| 3 | 2023/2025 | Variance in committee expenses |
| 4 | 2023/2025 | Unsupported fuel, oil and lubricants amount |
| 5 | 2023/2025 | Undisclosed expenditure on utilities, supplies and services |
| 6 | 2023/2025 | Unsupported Training Expenditure |
| 7 | 2023/2025 | Unsupported transfers to other Government units |
| 8 | 2023/2025 | Variance in other grants and transfers amount |
| 9 | 2023/2025 | Unsupported electricity projects |
| 10 | 2023/2025 | Unsupported PMC account balances |
| 11 | 2023/2025 | Budgetary control and performance |
| 12 | 2023/2025 | Project implementation status |

Other Information

Management is responsible for the Other Information set out on page iii to xxxiv which comprise of Key Constituency Information and Management, NG-CDF Committee, NG-CDF Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Environmental and Sustainability Reporting, Management Discussion and Analysis 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. Non-Compliance with the Public Sector Accounting Standards Board (PSASB) Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows:

- i. The environment and sustainability reporting section of the financial statements indicates the fund was allocated Kshs.1,730,392 during the financial year 2024/2025 for climate mitigation activities. However, the corresponding Note 14 to the financial statements indicates Nil expenditure.
- ii. The National Sub-County accountant has not indicated his ICPAK membership number in the statement of financial performance and the statement of financial position which is a requirement as per the recommended reporting template.
- iii. The statement of comparison of budget and actual amounts has not provided a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%) as required by the financial reporting template for NG-CDF.

- iv. The budget information at page 22 of the financial statements have not indicated the dates when the budget was approved.
- v. Annex 1 to the financial statements reflect summary of fixed assets. However, all the assets which the fund owns were not indicated in the register.
- vi. Annex 2 to the financial statements reflects the PMC bank balances. However, the annex has not indicated the bank details such as name of bank and account numbers.

In the circumstances, Management did not comply with the recommended financial reporting template prescribed by the Public Sector Accounting Standards Board (PSASB).

2. Irregular Employment of Excess Staff at the Constituency Office

The statement of financial performance reflects employee costs of an amount of Kshs.4,748,771 as disclosed in Note 10 to the financial statements. However, review of employment records revealed that the Constituency Office has ten (10) employees which exceed the recommended five (5) employees. This is contrary to National Government Constituencies Development Fund Board Circular dated 24 June, 2013 which recommends that employment positions in the Constituency Fund offices should not exceed five (5).

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

3. Lack of Training Needs Assessment

The statement of financial performance reflects use of goods and services amount of Kshs.8,471,958 which includes an expenditure of Kshs.761,318 in respect of training expenses, as disclosed in Note 12 to the financial statements. However, a training needs assessment was not conducted during the year to identify the training needs of each staff member. This was contrary to Section H.3 (1) of the Human Resource Policies and Procedures Manual for the Public Service, 2016 which states that Training Needs Assessment is a performance audit that generates and provides information to assess the inadequacy of knowledge and skills which inhibits an organization from attaining its objectives. Training in the Public Service shall be based on Training Needs Assessment which shall be conducted after every three (3) years in each State Department.

In the circumstances, Management was in breach of the human resource manual.

4. Unsatisfactory Works by Contractors for Primary Schools Projects

The statement of financial performance reflects other Government units actual expenditure amount of Kshs.46,931,168 as disclosed in Note 13 to the financial statements. Review of the supporting documents including expenditure schedules revealed transfers of Kshs.4,500,000 in respect of two primary school projects. However, audit inspection of the two (2) projects on 29 October, 2025, revealed poor workmanship in the projects implemented detailed in the table below:

| Beneficiary School | Details | Amounts (Kshs) | Observation |
|----------------------------|---|-----------------------|--|
| Kabimoi Deb Primary School | Renovation of three (3) No classroom – Flooring, plaster, keying and painting | 1,500,000 | Poor paint works, poor installation of fascia boards, leakages on the ceilings |
| Shimoni Primary School | Renovation to completion of six (6) classrooms | 3,000,000 | Poor paint works, poor installation of fascia boards, leakages on the ceilings |
| | Total | 4,500,000 | |

In the circumstances, the value for money on the expenditure of Kshs.4,500,000 spent on the projects could not be confirmed.

5. Failure to Report on Utilization of Emergency Reserve

The statement of financial performance and Note 14 to the financial statements reflect other grants and transfers actual of an amount of Kshs.132,058,473 which includes an amount of Kshs.12,565,751 in respect of emergency projects. Review of the supporting documents including expenditure returns revealed that the amount was in respect of twelve (12) emergency projects which was incurred from emergency reserves. However, the amount was not supported with reports confirming emergencies for fundings from the emergency reserve and the same was not reported to the NG-CDF Board within thirty (30) days of the occurrence. This was contrary to Regulation 20 (2) of National Government Constituencies Development Fund Regulations, 2016, which provides that the utilization of emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

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

6. Irregular Bursary Payments

The statement of financial performance and Note 14 to the financial statements reflect other grants and transfers actual amount of Kshs.132,058,473 which includes amounts of Kshs.55,576,546 and Kshs.18,432,000 in respect of bursary to secondary schools and tertiary institutions respectively. However, review of records revealed that the Constituency Development Fund Committee had not developed a policy or guidelines in management of bursary funds thus raising concerns about fairness and transparency in the bursary allocation process. Further, the bursary applications register indicating the details of the applicants and the signed education bursary subcommittee minutes stipulating the selection and award process were not provided for audit review.

Further, the bursaries disbursed were not supported with acknowledgement of receipts by beneficiaries and respective institutions. Further, bursaries amounting to Kshs.115,000 was issued to twelve (12) beneficiaries without admission or registration numbers in their respective schools or institutions and therefore it was difficult to verify their identities.

In the circumstances, regularity of the bursary amounts of Kshs.55,576,546 and Kshs.18,432,000 in respect of secondary schools and tertiary institutions respectively could not be confirmed.

7. Failure to Provide the Project Implementation Status Report

Management of the Fund did not provide project implementation status for the Fund. This was contrary to Section 9 (1) (e) of Public Audit Act, No. 34 of 2015 which states that, without prejudice to the powers given under the Constitution and this Act and for the purposes of carrying out his or her duties effectively, the Auditor-General, or an officer authorized for the purpose of this Act, shall have powers of unrestricted access to all books, records, returns, reports, electronic or otherwise and other documents of entities listed under Article 229 (4) of the Constitution.

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 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 terminate the Fund or 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

10 December, 2025

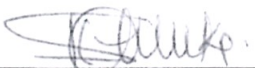
National Government Constituencies Development Fund (NGCDF)
ELDAMA RAVINE Constituency
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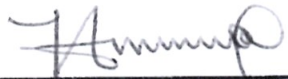
10. Statement of Financial Performance for the Year Ended 30th June 2025

| | Note | 2024/2025 KSh |
|---|------|--------------------|
| Revenue from non-exchange transactions | | |
| Transfers from the NGCDF Board | 6 | 188,414,052 |
| Transfers from domestic and foreign partners | 7 | - |
| Revenue from exchange transactions | | |
| Finance income | 8 | - |
| Miscellaneous income | 9 | - |
| Total revenue | | 188,414,052 |
| Expenses | | |
| Employee costs | 10 | 4,748,771 |
| Committee expenses | 11 | 4,030,166 |
| Use of Goods and Services | 12 | 8,471,958 |
| Other Government Units Actual expenditure | 13 | 46,931,168 |
| Other Grants and Transfers Actual expenditure | 14 | 132,058,473 |
| Depreciation and amortization expense | 15 | - |
| Digital Hubs Expenses Actual expenditure | 16 | - |
| Total expenses | | 196,240,536 |
| Other gains/(losses) | | |
| Gain/Loss on Sale of Assets | 17 | - |
| Impairment loss | 18 | - |
| Surplus/(Deficit) for the year | | (7,826,483) |

The Constituency financial statements were approved by the NGCDFC on _____ 2025 and

signed by:


 Chairman NG-CDF
 Committee
 Name: Samuel K. Cherop


 National Sub-County
 Accountant
 Name: Obadiah Korir
 ICPAK M/No:


 Fund Account Manager
 Name: Andrew K. Kiptanui

26 NOV 2025


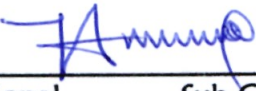
National Government Constituencies Development Fund (NGCDF)
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Annual Report and Financial Statements for The Year Ended June 30, 2025

11. Statement Of Financial Position As At 30th June, 2025

| 2025-2024 | | | |
|--|----|--------------------|-------------------|
| Assets | | | |
| Current Assets | | | |
| Cash And Cash Equivalents | 19 | 123,669,697 | 66,935,461 |
| Receivables from Exchange Transactions | 20 | - | - |
| Receivables from Non-Exchange Transactions | 21 | 36,470,611 | - |
| Prepayments | 22 | - | - |
| Total Current Assets | | 160,140,308 | 66,935,461 |
| Non-Current Assets | | | |
| Property, Plant and Equipment | 23 | - | - |
| Intangible Assets | 24 | - | - |
| Right-of-use assets | 25 | - | - |
| Total Non- Current Assets | | - | - |
| Total Assets (A) | | 160,140,308 | 66,935,461 |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade and Other Payables | 26 | - | - |
| Third Party Deposits | 27 | 158,143.04 | - |
| Lease Liabilities | 28 | - | - |
| Gratuity Provision | 29 | 998,548 | 1,087,391 |
| Total Current Liabilities | | 1,156,691 | 1,087,391 |
| Non-Current Liabilities | | | |
| Lease Liabilities | 28 | - | - |
| Total Liabilities (B) | | 1,156,691 | 1,087,391 |
| Net Assets (A-B) | | 158,983,618 | 65,848,070 |
| Represented by: | | | |
| Revaluation Reserves | | 158,983,617 | 65,848,070 |
| Accumulated Surplus | | | |
| Total Net Assets | | 158,983,617 | 65,848,070 |

The Constituency financial statements set out on pages 2 to 6 approved by NG CDFC on 18/08/2025 and signed by:

**National Government Constituencies Development Fund (NGCDF)
ELDAMA RAVINE Constituency
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| | | |
|---|---|---|
|  Chairman Name: Samuel K. Cherop | NG-CDF National Accountant Name: Obadiah Korir ICPAK M/No:27212 |  Sub-County Fund Account Manager Name: Andrew K. Kiptanui |
|---|---|---|



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

| Description | Revaluation Reserves | Accumulated surplus/Deficit | Total |
|---|----------------------|-----------------------------|-------------|
| | KSh | KSh | KSh |
| Fund Balance as at 30 th June 2024 | 14,030,109 | 51,817,961 | 65,848,070 |
| Adjustments | | | |
| Recognition of Assets | 101,299,645 | | 101,299,645 |
| Recognition of Liabilities | (337,615) | | (337,615) |
| As at July 1, 2024 | 114,992,139 | | 166,810,100 |
| | | | |
| Surplus/(Deficit) For the Period | | (7,826,483) | 7,826,483 |
| Revaluation Gain/Loss | - | - | - |
| As at June 30, 2025 | 114,992,139 | 43,991,478 | 158,983,617 |

Note:

1. For items that are not common in the financial statements, the Entity should include a note on what they relate to – either on the face of the statement of changes in equity/net assets or among the notes to the financial statements.
2. Prior year adjustment should have an elaborate note describing what the amounts relate to. In such instances, a restatement of the opening balances needs to be done.

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

| | Notes | 2024-2025 KSh |
|---|-------|--------------------|
| Cash flows from operating activities | | |
| Receipts | | |
| Transfers from the NGCDF Board | | 217,550,689 |
| Grants/donations from other entities | | - |
| Finance income | | - |
| Miscellaneous income | | - |
| Total Receipts | | 217,550,689 |
| Payments | | |
| Employee costs | | 4,087,838 |
| Committee expenses | | 4,030,166 |
| Use of Goods and Services | | 8,313,332 |
| Other Government Units Certified Works | | 46,931,168 |
| Other Grants and Transfers | | 132,058,473 |
| Digital Hubs Expenses | | - |
| Total Payments | | 195,420,977 |
| Net Cash Flows from/ (used in) Operating Activities | 30 | 22,129,712 |
| Cash flows From Investing Activities | | |
| Purchase of PPE | | - |
| Purchase of Intangible assets | | - |
| Proceeds From Sale of PPE | | - |
| Net Cash Flows from Investing Activities | | - |
| Net increase/(decrease) in cash & Cash equivalents | | 22,129,712 |
| Cash Flows from Financing Activities | | |
| Lease payment | | - |
| Net Cash Flows from Financing Activities | | 22,129,712 |
| Cash and cash equivalents at Period Start | 17 | 101,540,468 |
| Cash and cash equivalents at Period End | 17 | 123,669,697 |

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

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

| | <i>FY2024/2025</i> | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding disbursements | <i>Final Budget FY2024/2025</i> | <i>Actual on Comparable Basis FY2024/2025</i> | Budget Utilization Difference | Percentage Utilization |
|--|--------------------|--------------------------------|---|---------------------------------|---|-------------------------------|------------------------|
| Revenue | | | | | | | |
| Transfers From the NGCDF Board | 188,414,052 | 101,540,467 | 64,274,454 | 354,228,974 | 319,091,157 | 35,137,817 | |
| Grants/donations from other entities | - | - | - | - | - | - | |
| Finance income | - | - | - | - | - | - | |
| Miscellaneous income | - | - | - | - | - | - | |
| Totals | 188,414,052 | 101,540,467 | 64,274,454 | 354,228,974 | 319,091,157 | 35,137,817 | 90% |
| Expenses | | | | | | | |
| Employee costs | 4,926,802 | 718,949 | - | 5,645,751 | 4,087,838 | 1,557,913 | 72% |
| Committee expenses | 3,921,897 | 2,418,383 | - | 6,340,280 | 4,376,855 | 1,963,425 | 69% |
| Use of Goods and Services | 8,108,566 | 3,317,573 | 419,829 | 11,845,968 | 7,966,643 | 3,879,325 | 67% |
| Other Government Units Certified Works | 57,887,837 | 61,484,557 | 25,541,457 | 144,913,851 | 46,931,168 | 97,982,683 | 32% |
| Other Grants and Transfers | 92,916,529 | 21,778,095 | 12,974,289 | 127,668,914 | 88,158,473 | 39,510,441 | 69% |
| Other Payments | 15,000,000 | 3,911,788 | - | 18,911,788 | 15,000,000 | 3,911,788 | 79% |
| Acquisition of assets | - | 7,911,122 | 25,088,879 | 33,000,001 | 28,900,000 | 4,100,001 | 88% |
| Funds Pending Approval** | 5,652,421 | - | 250,000 | 5,902,421 | - | 5,902,421 | 100% |
| Total Expenditure | 188,414,052 | 101,540,467 | 64,274,454 | 354,228,974 | 195,420,977 | 158,807,997 | 55% |
| Surplus for the period | | | | | | | |

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

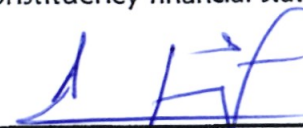
***Funds pending approval are sums not yet approved by the board for utilization and include approved allocations and/or AIA not yet allocated for specific projects.*

Explanatory Notes.

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

| Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities | |
|---|-------------|
| Description | Amount |
| Budget utilisation difference totals | 158,807,997 |
| Less undisbursed funds receivable from the Board as at 30 th June 2025 | 64,274,454 |
| Cash and Cash Equivalents at the end of the 30 th June 2025 | 123,669,697 |

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 on 18/08 2025 and signed by:



 Fund Account Manager

Name: Andrew K. Kiptanui



 National Sub-County Accountant

Name: Obadiah Korir
 ICPAK M/No: 27212



 Chairman NG-CDF Committee

Name: Samuel K. Cherop



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15. 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/Bk) and AIA | Previous Years' Outstanding Disbursements | | | |
| | | | | | | |
| | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs |
| 1.0 Administration and Recurrent | | | | | | |
| 1.1 Compensation of employees | 4,926,802 | 718,949 | | 5,645,751 | 4,087,838 | 1,557,913 |
| 1.2 Committee allowances | 1,248,000 | 672,440 | | 1,920,440 | 284,200 | 1,636,240 |
| 1.3 Use of goods and services | 5,130,041 | 2,268,477 | | 7,398,518 | 5,645,670 | 1,752,848 |
| Sub-total | 11,304,843 | 3,659,866 | - | 14,964,709 | 10,017,708 | 4,947,000 |
| 2.0 Monitoring and evaluation | | | | | | |
| 2.1 Capacity building | 593,897 | 111,418 | | 705,315 | 705,315 | - |
| 2.2 Committee allowances | 2,080,000 | 1,634,525 | | 3,714,525 | 3,387,340 | 327,185 |
| 2.3 Use of goods and services | 2,978,525 | 1,049,096 | 419,829 | 4,447,450 | 2,320,973 | 2,126,477 |
| Sub-total | 5,652,422 | 2,795,039 | 419,829 | 8,867,290 | 6,413,628 | 2,453,662 |
| 4.0 Emergency | | | | | | |
| unutilized | 9,916,529 | 12,902,237 | | 22,818,766 | | 22,818,766 |
| POROR DAY AND BOARDING PRIMARY SCHOOL | | | | | 4,185,300 | (4,185,300) |
| SABATIA PRIMARY SCHOOL | | | | | 900,000 | (900,000) |
| EMKWEN PRIMARY SCHOOL | | | | | 650,058 | (650,058) |
| MUSERECHI SECONDARY SCHOOL | | | | | - | - |
| ELDAMA RAVINE NGCDF OFFICE | | | | | 2,700,000 | (2,700,000) |
| KIPTUNO PRIMARY SCHOOL | | | | | 1,701,725 | (1,701,725) |
| KAPTIM PRIMARY SCHOOL | | | | | 850,000 | (850,000) |

National Government Constituencies Development Fund (NGCDF)

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| | | | | | | | | | |
|----------------------------------|------------|------------|-----------|------------|------------|-------------|---------|-----------|--|
| MUSERECHI PRIMARY SCHOOL | | | | | | | | - | |
| ELDAMA RAVINE POLICE STATION | | | | | | | | - | |
| KAPKITET PRIMARY SCHOOL | | | | | | | 700,395 | (700,395) | |
| SAOS PRIMARY SCHOOL | | | | | | | 878,273 | (878,273) | |
| KOIBATEK SUB COUNTY TREASURY | | | | | | | | - | |
| Sub-total | 9,916,529 | 12,902,237 | - | 22,818,766 | 12,565,751 | 10,253,016 | | | |
| 5.0 Bursary and Social Security | | | | | | | | | |
| 5.1 Primary Schools | | | | | | | | | |
| 5.2 Secondary Schools | 62,000,000 | 1,713,034 | | 63,713,034 | 55,579,546 | 8,133,488 | | | |
| 5.3 Tertiary Institutions | 10,000,000 | (869,598) | | 9,130,402 | 18,432,000 | (9,301,598) | | | |
| 5.4 special needs | | | | - | 111,000 | (111,000) | | | |
| 5.5 Education Support Programmes | | 2,508,526 | | 2,508,526 | | 2,508,526 | | | |
| 5.6 Social Security | | | | - | | | | | |
| Sub-total | 72,000,000 | 3,351,962 | - | 75,351,962 | 74,122,546 | 1,229,416 | | | |
| 7.0 Environment | | | | | | | | | |
| 6.11 SIGORO PRIMARY SCHOOL | 5,000,000 | 323,897 | 1,406,495 | 6,730,392 | | 6,730,392 | | | |
| 6.12 KAPRORWA PRIMARY SCHOOL | | | 120,000 | 120,000 | | 120,000 | | | |
| 6.13 SINONIN PRIMARY SCHOOL | | | 80,000 | 80,000 | | 80,000 | | | |
| Sub-total | 5,000,000 | 323,897 | 1,686,495 | 7,010,392 | | 7,010,392 | | | |
| 8.0 Primary Schools Projects | | | | | | | | | |
| Equator Primary School | 2,000,000 | | | 2,000,000 | | 2,000,000 | | | |
| Sinonin Primary School | 2,000,000 | | | 2,000,000 | | 2,000,000 | | | |
| Solian Primary School | 2,000,000 | | | 2,000,000 | | 2,000,000 | | | |
| Kapitim Primary School | 4,000,000 | | | 4,000,000 | | 4,000,000 | | | |
| Igure Primary School | 2,000,000 | | | 2,000,000 | | 2,000,000 | | | |
| Tinet Primary School | 2,000,000 | | | 2,000,000 | | 2,000,000 | | | |
| Kwangoi Primary School | 1,200,000 | | | 1,200,000 | | 1,200,000 | | | |

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| | | | | | | |
|------------------------------|------------|-----------|---------|------------|-----------|------------|
| Kirima Primary School | 1,300,000 | | | 1,300,000 | | 1,300,000 |
| Shimoni Primary School | 3,000,000 | | | 3,000,000 | | 3,000,000 |
| Shimoni Primary School | 1,500,000 | | | 1,500,000 | | 1,500,000 |
| Chemususu Primary School | 3,687,837 | | | 3,687,837 | | 3,687,837 |
| Equator Primary School | 1,000,000 | | | 1,000,000 | | 1,000,000 |
| Seguton Primary School | 1,000,000 | | | 1,000,000 | | 1,000,000 |
| Kabimoi Primary School | 400,000 | | | 400,000 | | 400,000 |
| Kabimoi Primary School | 1,000,000 | | | 1,000,000 | | 1,000,000 |
| Mochongoi Primary School | 1,000,000 | | | 1,000,000 | | 1,000,000 |
| Kibias Primary School | 1,200,000 | | | 1,200,000 | | 1,200,000 |
| Kaptiegan Primary School | 2,400,000 | | | 2,400,000 | | 2,400,000 |
| Chepnes Primary School | 2,400,000 | | | 2,400,000 | 1,658,689 | 741,311 |
| Orinie Primary School | 1,000,000 | | | 1,000,000 | | 1,000,000 |
| Orinie Primary School | 1,000,000 | | | 1,000,000 | | 1,000,000 |
| Torokwonin Primary School | 1,200,000 | | | 1,200,000 | | 1,200,000 |
| Kiplombe Primary School | 2,400,000 | | | 2,400,000 | | 2,400,000 |
| Kanjulul Primary School | 1,200,000 | | | 1,200,000 | | 1,200,000 |
| Emkwen Primary School | 13,000,000 | | | 13,000,000 | | 13,000,000 |
| 7.35 KABOR PRIMARY SCHOOL | | | 947,693 | 947,693 | | 947,693 |
| 7.36 KEWANGOI PRIMARY SCHOOL | | 1,036,453 | | 1,036,453 | | 1,036,453 |
| Biikwen Primary School | | 600,000 | | 600,000 | | 600,000 |
| Biikwen Primary School | | 2,000,000 | | 2,000,000 | 1,540,839 | 459,161 |
| Cheptililik Primary School | | 1,300,000 | | 1,300,000 | | 1,300,000 |
| Cheptililik Primary school, | | | 100,000 | 100,000 | | 100,000 |
| Cheraik Primary School | | 600,000 | | 600,000 | 591,599 | 8,401 |
| Emkwen Primary School | | 1,200,000 | | 1,200,000 | 1,060,115 | 139,885 |
| Emngunguny Primary School | | 300,000 | | 300,000 | | 300,000 |
| Equator Primary School | | 600,000 | | 600,000 | | 600,000 |
| Kabimoi Primary School | | 1,500,000 | | 1,500,000 | | 1,500,000 |

National Government Constituencies Development Fund (NGCDF)
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| | | | | | | |
|---------------------------|--|-----------|-----------|-----------|-----------|-------------|
| Kabimoi Primary School | | 600,000 | | 600,000 | | 600,000 |
| Kabiyet Primary School | | 600,000 | | 600,000 | 809,141 | (209,141) |
| Kabor Primary School | | 600,000 | | 600,000 | 2,998,600 | (2,398,600) |
| Kamasaba Primary School | | 300,000 | | 300,000 | 298,615 | 1,385 |
| Kamngoech Primary School | | 300,000 | | 300,000 | 354,140 | (54,140) |
| Kaprorwa Primary School | | 200,000 | | 200,000 | | 200,000 |
| Kaptiegan Primary School | | | 2,400,000 | 2,400,000 | 2,400,000 | - |
| Kaptim Primary School | | 1,300,000 | | 1,300,000 | | 1,300,000 |
| Kewangoi Primary School, | | | 800,000 | 800,000 | | 800,000 |
| Kiplongon Primary School | | 3,000,000 | | 3,000,000 | 3,405,465 | (405,465) |
| Kiplongon Primary School | | 300,000 | | 300,000 | | 300,000 |
| Kiptuno primary school | | | 750,000 | 750,000 | 750,000 | - |
| KIROBON PRIMARY SCHOOL | | 500,000 | | 500,000 | | 500,000 |
| Koibatek Primary School | | 1,300,000 | | 1,300,000 | 1,203,014 | 96,986 |
| Lebolos Primary School | | 1,000,000 | 500,000 | 1,500,000 | 1,491,390 | 8,610 |
| Lelgel Primary School | | 1,300,000 | | 1,300,000 | | 1,300,000 |
| Mandina Primary School | | 1,200,000 | | 1,200,000 | 4,423,378 | (3,223,378) |
| Metipso Primary School | | 800,000 | | 800,000 | 1,209,924 | (409,924) |
| Moringwo Primary School | | 300,000 | | 300,000 | 200,595 | 99,405 |
| Mwachon Primary School | | 300,000 | | 300,000 | 752,811 | (452,811) |
| Mwachon Primary School | | 200,000 | | 200,000 | | 200,000 |
| Naitili Primary School | | 300,000 | | 300,000 | 1,006,252 | (706,252) |
| Orapyemit Primary School | | 300,000 | | 300,000 | | 300,000 |
| SACHANGWAN PRIMARY SCHOOL | | | 2,900,000 | 2,900,000 | | 2,900,000 |
| Seguton Primary School | | 600,000 | | 600,000 | 86,278 | 513,722 |
| Seguton Primary School | | 1,400,000 | | 1,400,000 | | 1,400,000 |
| Sigowet Primary School | | | 350,000 | 350,000 | | 350,000 |
| Soibei Primary School | | | 1,452,983 | 1,452,983 | | 1,452,983 |
| Soymining Primary School | | | 300,000 | 300,000 | 144,085 | 155,915 |

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| | | | | | | |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| St. Joseph Makutano Primary School | | | 300,000 | 300,000 | 417,642 | (117,642) |
| Tambaras Primary School | | | 600,000 | 600,000 | 827,555 | (227,555) |
| Tebeswet Primary School | | | 300,000 | 300,000 | 404,330 | (104,330) |
| Tiripkatoi Primary School | | | 300,000 | 300,000 | | 300,000 |
| Torokwonin Primary School | | | 1,300,000 | 1,300,000 | 882,104 | 417,896 |
| Uhuru kabiyet primary school | | | 1,195,000 | 1,195,000 | | 1,195,000 |
| Uhuru kabiyet primary school | | | 1,100,000 | 1,100,000 | | 1,100,000 |
| Igure Primary School | | | | | 37,331.00 | (37,331) |
| Lalut Primary School | | | | | 22,516 | (22,516) |
| Nakurtakwei Primary School | | | | | 140,126 | (140,126) |
| Sigoro Primary School | | | | | 2,168,070 | (2,168,070) |
| Sinende Primary School | | | | | 69,820 | (69,820) |
| Sogonin primary school | | | | | 1,147,967 | (1,147,967) |
| Solian Primary School | | | | | 2,010,600 | (2,010,600) |
| Chepnes primary school | | | | | 1,658,689 | (1,658,689) |
| Orinie Primary School | | | | | 1,250,450 | (1,250,450) |
| | | | | | | |
| | | | | | - | - |
| | | | | | - | - |
| Sub-total | 54,887,837 | 25,836,453 | 15,595,676 | 96,319,966 | 37,422,131 | 58,897,835 |
| 9.0 Secondary Schools Projects (List all the Projects) | | | | | | |
| Tugumoi Secondary School | 3,000,000 | | | 3,000,000 | - | 3,000,000 |
| Kapcholoji sec School | | | 2,600,000 | 2,600,000 | - | 2,600,000 |
| TIRIPKATOI SEC SCHOOL | | | 350,000 | 350,000 | 350,000 | - |
| Nyakio Day secondary | | | 220,000 | 220,000 | | 220,000 |
| Patrick Mixed Day Secondary sch | | | 330,000 | 330,000 | | 330,000 |
| Kabimoi Day Sec School (40) | | | 200,000 | 200,000 | 239,000 | (39,000) |
| St Bakhita Day Secondary School | | | 3,145,781 | 3,145,781 | 3,143,429 | 2,352 |
| Kipkoriony Day | | | 3,100,000 | 3,100,000 | | 3,100,000 |
| Sabatia secondary school | | | | | 26,000 | (26,000) |

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| | | | | | | | |
|--|--|------------------|------------------|-------------------|-------------------|------------------|-------------------|
| Simotwet Mixed Day Secondary School | | | | | | 325,908 | (325,908) |
| Kipkuyang Sec. School | | | | | | 5,133,623 | (5,133,623) |
| Uhuru sec school | | | | | | 69,820 | (69,820) |
| tinet day sec | | | | | | 7,216 | (7,216) |
| Arama high | | | | | | 214,041 | (214,041) |
| | | | | | | | |
| Sub-total | | 3,000,000 | - | 9,945,781 | 12,945,781 | 9,509,037 | 3,436,744 |
| 10.0 Tertiary institutions Projects (List all the Projects) | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Sub-total | | - | - | - | - | - | - |
| 11.0 Security Projects | | | | | | | |
| Saos Chiefs Office's | | 2,000,000 | | | 2,000,000 | | 2,000,000 |
| Kiplombe Chiefs Office | | 2,000,000 | | - | 2,000,000 | | 2,000,000 |
| Torongo Chiefs Office | | 2,000,000 | | | 2,000,000 | | 2,000,000 |
| Koibatek Deputy County Commissioner's Residence | | | | 1,837,794 | 1,837,794 | 1,470,176 | 367,618 |
| 10.1 Koibatek DCIO'S OFFICE | | | | 500,000 | 500,000 | | 500,000 |
| 10.2 MAKUTANO ASISTANT CHIEFS OFFICE | | | | 500,000 | 500,000 | | 500,000 |
| 10.3 SOLIAN CHIEFS OFFICE | | | | 500,000 | 500,000 | | 500,000 |
| 10.5 TIMBOROA CHIEFS OFFICE | | | | 250,000 | 250,000 | | 250,000 |
| Kibias Chepterwo Security Road, | | | | 300,000 | 300,000 | | 300,000 |
| 10.4 EQUATOR CHIEFS OFFICE | | | | 5,200,000 | 5,200,000 | | 5,200,000 |
| Kabimoi Chief's Office | | | | 2,200,000 | 2,200,000 | | 2,200,000 |
| Sigoro Chief's Office | | | | 5,200,000 | 5,200,000 | | 5,200,000 |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Sub-total | | 6,000,000 | 5,200,000 | 11,287,794 | 22,487,794 | 1,470,176 | 21,017,618 |
| 12.0 Acquisition of assets | | | | | | | |

16. 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 Eldama Ravine Constituency principal activity is address poverty at the grassroots level and promote equitable socio-economic development by allocating funds for Eldama Ravine community projects.

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 Notes of these financial statements.

The financial statements have been prepared in accordance with the PFM Act, and International Public Sector Accounting Standards (IPSAS) or the entity has taken advantage of the transitional provisions under IPSAS 33 and therefore these 1st/ 2nd/ 3rd/ are transitional financial statements (entity to state the transitional provisions it has applied, and the steps being taken towards full compliance with IPSAS Accrual).

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

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3. Adoption of New and Revised Standards

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

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

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

| Standard | Effective date and impact |
|--|--|
| IPSAS 43: Leases | <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 cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p> |
| IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations | <p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p> |

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| | |
|---|--|
| <p>IPSAS 45: Property Plant and Equipment</p> | <p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p> |
| <p>IPSAS 46: Measurement</p> | <p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p> |
| <p>IPSAS 47: Revenue</p> | <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</p> |

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| | |
|--|--|
| | 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. <i>State the expected impact of the standard to the Entity if relevant</i> |
| IPSAS 48: Transfer Expenses | Applicable 1st January 2026 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 or accounting for such transfers. <i>State the expected impact of the standard to the Entity if relevant</i> |
| IPSAS 49: Retirement Benefit Plans | Applicable 1st January 2026 The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan. <i>State the expected impact of the standard to the Entity if relevant</i> |
| IPSAS 50: Exploration For & Evaluation of Mineral Resources | Applicable 1st January 2027 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"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <i>State the expected impact of the standard to the Entity if relevant</i> |

***National Government Constituencies Development Fund (NGCDF
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iii. Early adoption of standards

The Entity did not early – adopt any new or amended standards in the financial year or *the entity adopted the following standards early (state the standards, reason for early adoption, and impact on the entity’s financial statements.)*

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

The original budget was approved by Parliament on 12 June 2025 for the period 1st July 2024 to 30th June 2025 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

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

c) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

d) Leases

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

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Eldama Ravine Constituency. 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.

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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 Eldama Ravine Constituency 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 entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

a) Financial assets

Classification of financial assets

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

b) Financial liabilities

Classification

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

g) Inventories

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of

operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Eldama Ravine Constituency.

h) Provisions

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

i) Social Benefits

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

j) Contingent liabilities

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

k) Contingent assets

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

l) Employee benefits

Retirement benefit plans

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

m) Foreign currency transactions

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

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n) **Related parties**

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

o) **Cash and Cash Equivalents**

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

p) **Comparative figures**

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

q) **Subsequent events**

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

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Eldama Ravine Constituency 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 Eldama Ravine Constituency based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

Useful lives and residual value

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

- a) The condition of the asset is based on the assessment of experts employed by the Eldama Ravine Constituency.
- 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 | 2024/2025 KSh |
|--|--------------------|
| NGCDFB Transfers (Allocation for the FY) | 188,414,052 |
| Total | 188,414,052 |

7. Transfers from domestic and foreign partners

| Description | 2024/2025 KSh |
|--------------|------------------|
| Grants | - |
| Total | - |

8. Finance income

| Description | 2024/2025 KSh |
|----------------------------------|------------------|
| Interest Income on Bank Deposits | - |
| Total | - |

(Provide a brief explanation for this revenue)

9. Miscellaneous income

| Description | 2024/2025 KSh |
|--|------------------|
| Rental Income | - |
| Income from sale of tenders | - |
| Hire of plant/equipment/facilities | - |
| Other Income Not Classified Elsewhere <i>(specify)</i> | - |
| Total | - |

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10. Employees cost

| | |
|--|------------------|
| NG-CDFC Basic staff salaries | 3,710,200 |
| Personal allowances paid as part of salary | - |
| House Allowance | - |
| Transport Allowance | - |
| Leave allowance | - |
| Gratuity to contractual employees | 847,233 |
| Employer Contributions Compulsory national social security schemes | 129,600 |
| Employer Contributions Compulsory Housing levy | 55,738 |
| Employer contributions to National Industrial Training Authority | 6,000 |
| Other Specify | - |
| Total | 4,748,771 |

11. Committee Expenses

| | |
|--------------------------|------------------|
| Sitting allowance | 284,200 |
| Other Committee expenses | 3,745,966 |
| Total | 4,030,166 |

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12. Use of Goods and services

| | |
|--|------------------|
| Utilities, supplies and services | 161,354 |
| Communication, supplies and services | 462,358 |
| Domestic travel and subsistence | 1,440,900 |
| Printing, advertising and information supplies & services | 439,484 |
| Office Rent | - |
| Training expenses | 761,318 |
| Hospitality supplies and services | 1,071,591 |
| Insurance costs | - |
| Specialized materials and services | - |
| Office and general supplies and services | 2,041,176 |
| Fuel, oil & lubricants | 1,000,000 |
| Bank Charges | 6,425 |
| Routine maintenance – vehicles and other transport equipment | 685,521 |
| Routine maintenance – other assets | 401,831 |
| Strategic plan expenses | - |
| Other operating expenses | - |
| Total | 8,471,958 |

13. Other Government Units Actual expenditure

| Description | |
|--|-------------------|
| Primary Schools Actual expenditure | 37,422,131 |
| Secondary Schools Actual expenditure | 9,509,038 |
| Tertiary Institutions Actual expenditure | - |
| Total | 46,931,168 |

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14. Other Grants and transfers Actual expenditure

| | 2024/2025 |
|--|--------------------|
| | KSh |
| Bursary – secondary schools | 55,579,546 |
| Bursary – tertiary institutions | 18,432,000 |
| Bursary – special schools | 111,000 |
| Bursary - Education Support programmes | - |
| Social Security programmes (SHIF) | - |
| Security projects Actual Expenditure | 1,470,176 |
| Climate change mitigation projects | - |
| Emergency projects Actual Expenditure | 12,565,751 |
| Roads projects | - |
| Others specify | 43,900,000 |
| Total | 132,058,473 |

15. Depreciation and Amortization Expenses

| Description | 2024/2025 |
|------------------------------|-----------|
| | KSh |
| Property Plant and Equipment | - |
| Intangible Assets | - |
| Total | - |

16. Digital Hubs Expenses

| Description | 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 | 2024/2025 |
|--|-----------|
| | Kshs |
| 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 | 2024/2025 |
|--|-----------|
| | Kshs |
| 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. | 2024/2025 | Opening Statement of July 2024 |
|---|--------------------|--------------------------------|
| | Kshs | Kshs |
| Bank Accounts (Cash Book Bank Balance) | | |
| <i>Name Of Bank, Account No. . 1310299403791</i> | 23,870,139 | 65,892,364 |
| <i>Operations account pending closure (Indicate name & account no.)</i> | - | - |
| <i>Name of Bank, account No. 1310286531364</i> | 847,233 | - |
| <i>Name of Bank, account No. (PMC accounts)</i> | 98,952,325 | 34,458,625 |
| Total | 123,669,697 | 100,350,989 |
| Cash Balances | | |
| Location 1 | - | - |
| Location 2 | - | - |
| Other Locations <i>(Specify)</i> | - | - |
| 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 | 2024/2025 | Opening Statement 1 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) | - | - |

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

i. Ageing Analysis for Receivables

| Description | 2024/2025 | | Opening Statement 1 July 2024 | |
|--------------------|-----------|----------------|----------------------------------|----------------|
| | Kshs | % of the total | Kshs | % of the total |
| | 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 | 2024/2025 | | Opening Statement 1 July 2024 | |
|--|-------------------|-----------------|----------------------------------|-----------------|
| | KSh | | KSh | |
| Transfers from NGCDFB | 34,979,191 | | 65,607,248.00 | |
| Outstanding imprest | - | | - | |
| Total | 34,979,191 | | 65,607,248 | |
| Ageing Analysis- Receivables from non-exchange transactions | Insert | % of the | Opening | % of the |
| | Current FY | total | Balance | total |
| Less than 1 year | | | | |
| Between 1-2 years | | | | |
| Over 3 years | | | | |
| Total | | | | |

22. Prepayments

| Description | 2024/2025 | | Opening Statement 1 July 2024 | |
|--------------------------------------|-----------|--|----------------------------------|--|
| | KSh | | KSh | |
| Prepaid Rent | | | | |
| Prepaid Insurance | | | | |
| Prepaid Electricity Costs | | | | |
| Other Prepayments (<i>Specify</i>) | | | | |
| Total | | | | |

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23. Property, Plant and Equipment

| | Land | Buildings | Motor vehicles | Furniture and fittings | Computers & ICT Assets | Other Assets (specify) | Capital Work in progress | Total |
|---|------|-----------|----------------|------------------------|------------------------|------------------------|--------------------------|-------|
| Depreciation Rate(specify) | | 2% | 25% | 12.5% | 30% | x% | | |
| Cost | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs |
| Opening Bal as 1 st July 20xx | | | | | | | | |
| Additions | | | | | | | | |
| Disposals | | | | | | | | |
| Transfer/Adjustments | | | | | | | | |
| As At 30 th June 20xx | | | | | | | | |
| Depreciation And Impairment | | | | | | | | |
| Opening Depreciation | | | | | | | | |
| Depreciation | | | | | | | | |
| Disposals | | | | | | | | |
| Impairment | | | | | | | | |
| Transfer/Adjustment | | | | | | | | |
| As At 30 th June 20xx | | | | | | | | |
| Net Book Values | | | | | | | | |
| Opening Bal as at 1 st July 20xx | | | | | | | | |
| As At 30 th June 20xx | | | | | | | | |

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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). These amounts were adopted on xxx.

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 | Accumulated Depreciation | NBV |
|---|------|--------------------------|-----|
| 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 | Net Book Value |
|--|------|----------------|
| 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 | |
|--|--|
| Cost | |
| Opening balance at 1 st July 20xx | |
| Additions | |
| Disposal | |
| At end of the 20xx | |
| 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 20xx | |
| NBV at June 30 th 20xx | |

25. Right-of use assets

| Description | | | | |
|--|--|--|--|--|
| Cost | | | | |
| As At 1 July (Comparative period) | | | | |
| Additions | | | | |
| As At 30 June 20xx (Comparative Period) | | | | |
| Additions | | | | |
| As At 30 June 20xx (Current FY) | | | | |
| | | | | |
| Accumulated Depreciation | | | | |
| As At 1 July 20xx (Comparative period) | | | | |
| Charge for the period | | | | |
| As At 30 June 20xx (Comparative period)) | | | | |
| Charge for the period | | | | |
| As At 30 June 20xx (Current FY) | | | | |
| | | | | |
| Carrying Amount | | | | |
| As At 30 June 20xx (Current FY) | | | | |

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| | | | | |
|--|--|--|--|--|
| As At 30 June 20xx. (Comparative Period) | | | | |
|--|--|--|--|--|

26. Trade and Other Payables

| Description | 2024/2025 | | 2023/2024 | |
|---|------------------|-----------------------|----------------------------|-----------------------|
| | KSh | (%) | KSh | (%) |
| Trade payables | | | | |
| Employee payables | | | | |
| Other payables | | | | |
| Total trade and other payables | | | | |
| | | | | |
| Aging analysis: (Trade and other payables) | 2024/2025 | % of the Total | 1st July | % of the Total |
| Under one year | | | | |
| 1-2 years | | | | |
| 2-3 years | | | | |
| Over 3 years | | | | |
| Total (tie to above total) | | | | |

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27. Third-Party deposits

| | 2024/2025 |
|--|-----------|
| | KShs |
| Retention as at 1 st July (A) | |
| Retention held during the year (B) | 158,143 |
| Retention paid during the Year (C) | |
| Closing Retention as at 30 th June D= A+B-C | 158,143 |

Retentions aging analysis.

| | Insert Current FY | % of the total | Insert Comparative FY | % of the total |
|------------------|----------------------|-------------------|-----------------------------|-------------------|
| Less than 1 year | | | | |
| 1-2 years | | | | |
| 2-3 years | | | | |
| Over 3 years | | | | |
| Total | | | | |

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

28. Lease Liabilities

| Description | Insert Current FY | Opening Statement |
|--------------------------------------|-------------------|---------------------------|
| | KShs | 1 st July 20XX |
| | KShs | KShs |
| 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) | 337,615 | 337,615 |
| Gratuity held during the period (B) | 847,233 | - |
| Gratuity paid during the period (C) | (186,300) | - |
| Total Gratuity provision as at period 30th June 2025 D=(A+B-C) | 998,548 | 337,615 |

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30. Cash Generated from Operations

| | <i>Period ended June 2025</i> |
|--|-------------------------------|
| | Kshs |
| Surplus for the period before tax | (7,826,483) |
| Adjusted for: | |
| Depreciation | - |
| Non-cash grants received | - |
| Contributed assets | - |
| Impairment | - |
| Gains and losses on disposal of assets | - |
| Contribution to provisions | - |
| Contribution to impairment allowance | - |
| Working capital adjustments | |
| Changes in inventory | - |
| Changes in receivables | (36,470,401) |
| Changes in deferred income | - |
| Changes in Third party deposits | (158,143) |
| Changes in gratuity provision | (660,933) |
| Changes in payments received in advance | - |
| Net cash flow from operating activities | 22,129,229 |

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

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

a) **Foreign currency risk**

The *Entity* has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The *Entity* manages foreign exchange risk from future commercial transactions and recognised assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments. The carrying amount of the *Entity's* foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

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2024/2025

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

Foreign currency sensitivity analysis

2024/2025

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

Financial Risk Management

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

| Description | Change in currency rate KSh | Effect on Profit before tax KSh | Effect on Equity/Net assets KSh |
|--------------------|-----------------------------------|---------------------------------------|---------------------------------------|
| Current FY | | | |
| Euro | 10% | | |
| USD | 10% | | |
| Previous FY | | | |
| Euro | 10% | | |
| USD | 10% | | |

b) Interest rate risk

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

Management of interest rate risk

To manage the interest rate risk, management has endeavoured 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

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obtained from independent sources; unobservable inputs reflect the *Entity's* market assumptions. These two types of inputs have created the following fair value hierarchy:

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

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

| Description | Level 1 | Level 2 | Level 3 | Total |
|---|---------|---------|---------|-------|
| | KSh | KSh | KSh | KSh |
| As at 30 June (Current FY) | | | | |
| Financial Assets | | | | |
| Quoted Equity Investments | | | | |
| Non- Financial Assets | | | | |
| Investment Property | | | | |
| Land And Buildings | | | | |
| Total | | | | |
| As at 30th June (Previous FY) | | | | |
| Financial Assets | | | | |
| Quoted Equity Investments | | | | |
| Non- Financial Assets | | | | |
| Investment Property | | | | |
| Land And Buildings | | | | |
| Total | | | | |

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

iv) Capital Risk Management

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

| Description | 2024/2025 | Opening Statement of July 2024 |
|---|-----------|--------------------------------|
| | Kshs | Kshs |
| Revaluation Reserve | | |
| Retained Earnings | | |
| Capital Reserve | | |
| Total Funds | | |
| Total Borrowings | | |
| Less: Cash and Bank Balances | | |
| Net Debt/(Excess Cash And Cash Equivalents) | | |
| Gearing | | |

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32. Related Party Disclosures

| Description | 2024/2025 | Opening Statement 1 July 2024 |
|--|--------------------|-------------------------------|
| | Kshs | Kshs |
| Committee Members Remuneration | | |
| Sitting allowance of committee Members during the year | 284,200 | |
| | | |
| Transaction with the NGCDF Board | | |
| Transfers from the NGCDF Board during the year | 217,550,689 | |
| Total | 217,834,889 | |

33. Segment Information

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

34. Contingent Assets and Contingent Liabilities

Contingent Assets

| Description | 2024/2025 | Opening Statement 1 July 2025 |
|--|-----------|-------------------------------|
| | 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 | 2024/2025 | Opening Statement 1 st July 2024 |
|--|-----------|---|
| | Kshs | Kshs |
| Contingent Liabilities | | |
| Court Case xx against the Entity | | |
| Bank Guarantees in Favour of Subsidiary | | |
| Contingent Liabilities arising from Contracts Including PPPs | | |
| Others (Specify) | | |
| Total | | |

35. Capital Commitments

| Capital Commitments | 2024/2025 | Opening Statement 1 st 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 Entity

The Eldama Ravine 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.

17. Annexes

Annex 1: Summary of Asset Register

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

(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 2024/2025 | Bank Balance 2022/2023 |
|----------------------------------|------|----------------|---------------------------|---------------------------|
| | | | | |
| Benonin Primary School | | | 75,981 | 75,981 |
| Bikwen Primary School | | | 1,104,636 | 45,475 |
| Chemeswon Primary School | | | 1,020,569 | 1,020,569 |
| CHEMUSUSU PRY SCHOOL | | | 911,788 | |
| Chepnes primary school | | | 2,296,543 | 202,249 |
| Cheptililik primary school | | | 1,401,161 | 1,161 |
| Cheraik Primary School | | | 189,626 | 181,225 |
| Eldama Ravine Day primary school | | | 123,426 | 123,426 |
| Emkwen primary school | | | 141,820 | 1,935 |
| Emngunguny Primary School | | | 300,641 | 641 |
| EQUATOR PRY SCHOOL | | | 5,000,089 | 89 |
| FKF Baringo County | | | 415 | 415 |
| Igure Primary School | | | 2,027,489 | 64,820 |
| J K MOIPRIMARY SCHOOL | | | 1,300,000 | |
| Kabimoi DEB Primary School | | | 2,100,482 | 482 |
| Kabimoi Primary School | | | 1,880,793 | 480,793 |
| Kabiyet primary school | | | 67,419 | 276,560 |
| Kabor Primary School | | | 1,446 | 2,400,046 |
| Kamasaba Primary School | | | 171,602 | 170,217 |
| Kamelilo Primary School | | | 72,543 | 72,543 |
| Kamngoech Primary School | | | 6,587 | 60,727 |
| Kamura primary school | | | 14,479 | 14,479 |
| Kanjulul primary school | | | 1,208,103 | 8,103 |
| kapcholo Primary School | | | 27,933 | 27,933 |
| KAPRORWA PRIMARY SCHOOL | | | 200,000 | |

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| PMC | Bank | Account number | Bank Balance | Bank Balance |
|----------------------------|------|----------------|--------------|--------------|
| Kapsigot Primary School | | | 78,406 | 78,406 |
| KAPTIEGAN PRIMARY SCHOOL | | | 2,400,000 | |
| KAPTIM PRIMARY SCHOOL | | | 1,300,000 | |
| Kapyemit Hill ECD School | | | 32,617 | 32,617 |
| Kewangoi Primary School | | | 2,008,573 | 8,573 |
| Kibias Primary School | | | 1,218,237 | 18,237 |
| Kimamoi primary school | | | 47,113 | 116,972 |
| Kipkaber Primary School | | | 46,984 | 46,984 |
| Kipkoriony Primary School | | | 912 | 912 |
| Kipkuyang primary school | | | 401,153 | 401,153 |
| Kiplombe primary school | | | 2,447,480 | 47,480 |
| Kiplongon Primary School | | | 931,948 | 125,569 |
| Kiptuno primary school | | | 28 | 28 |
| KIRIMA PRIMARY SCHOOL | | | 1,300,000 | |
| Kirobon primary school | | | 88,455 | 88,455 |
| Koibatek primary school | | | 160,337 | 63,351 |
| Kokwomoi primary school | | | - | |
| Lalut Primary School | | | 8,190 | 30,706 |
| LEBOLOS PRIMARY SCHOOL | | | 9,093 | 483 |
| LELGEL PRIMARY SCHOOL | | | 1,300,000 | |
| Mandina Primary School | | | 651 | 3,224,029 |
| Metipso Primary School | | | 585,772 | 995,696 |
| Mochongoi primary school | | | 2,616 | 2,616 |
| Moringwo primary school | | | 9,834 | 123,521 |
| Mumberes Primary School | | | 700,001 | 700,001 |
| Muserechi primary school | | | 7,898 | 7,898 |
| Mwachon Primary School | | | 965,405 | 1,218,216 |
| Naitili Primary School | | | 1,307,378 | 713,630 |
| Nakurtakwei Primary School | | | 218 | 140,344 |

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| PMC | Bank | Account number | Bank Balance 2024/2025 | Bank Balance 2023/2024 |
|-------------------------------------|------|----------------|---------------------------|---------------------------|
| Nerekwo primary school | | | 1,200 | 1,200 |
| Orapyemit Primary School | | | 124,262 | 1,200,000 |
| Orinie Primary School | | | 870,942 | 121,393 |
| Poror primary school | | | 47,540 | 47,540 |
| Sabatia Primary Boarding school | | | 63,886 | 63,886 |
| Sagat primary school | | | 7,690 | 7,690 |
| Seguton Primary School | | | 2,000,674 | 86,952 |
| Sigoro Primary School | | | 1,031,930 | 3,200,000 |
| Sigowet primary school | | | 351,712 | 1,712 |
| Simotwet Special School | | | 122,051 | 122,051 |
| Sinende Primary School | | | 19,100 | 88,920 |
| SINONIN PRIMARY SCHOOL | | | 3,300,000 | |
| Sogonin primary school | | | 152,621 | 588 |
| SOIBEI PRIMARY SCHOOL | | | 1,452,983 | |
| Solian Primary School | | | 11 | 10,611 |
| Soymining Primary School | | | 305,567 | 149,652 |
| St Joseph Makutano Primary School | | | 32,821 | 150,463 |
| St. partrick shimoni primary school | | | 4,881,672 | 381,672 |
| Tambarass Primary School | | | 16,443 | 243,998 |
| Tarigo Primary School | | | 72,568 | 72,568 |
| Tebeswet primary school | | | 46,298 | 150,628 |
| Tinet primary school | | | 2,000,010 | 10 |
| Tiripkatoi Primary School | | | 1,738,414 | 920,518 |
| Tolmo primary school | | | 5,836 | 5,836 |
| Torokwonin primary school | | | 2,500,000 | |
| Tugumoi primary school | | | 17,177 | 17,177 |
| Tulwomoi primary school | | | 22,742 | 22,742 |
| Benonin secondary school | | | 59,058 | 59,058 |
| Kabimoi mixed day secondary school | | | 424,462 | 663,462 |

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| PMC | Bank | Account number | Bank Balance 2024/2025 | Bank Balance 2023/2024 |
|--|------|----------------|---------------------------|---------------------------|
| Kipkoriony Day secondary school | | | 3,101,816 | 1,816 |
| Kiplombe secondary school | | | 1,174,303 | 1,174,303 |
| Kiptuno Day secondary school | | | 523,320 | 223,320 |
| Lebolos secondary school | | | 5,790 | 5,790 |
| Lelgel Day secondary school | | | 21,480 | 21,480 |
| Maji Mazuri RC Girls secondary school | | | 95,110 | 95,110 |
| Mary Keitany shoe4 Africa secondary school | | | 17,429 | 17,429 |
| Nyakio Day Secondary School | | | 2,653 | 2,653 |
| Sabatia secondary school | | | 359 | 26,359 |
| Sigoro Secondary school | | | 991 | 991 |
| Sinonin secondary school | | | 162,153 | 162,153 |
| Solian Girls high school | | | 58,985 | 58,985 |
| St Mary's Boito secondary school | | | 498,165 | 498,165 |
| St Patrick Day secondary school | | | 8,143 | 8,143 |
| Timboroa mixed day secondary school | | | 1,422 | 1,422 |
| Tinet Day Secondary school | | | (0) | 7,216 |
| Tripkatoi secondary school | | | 1,959,630 | 2,309,630 |
| Kapcholo Secondary School | | | 5,248,057 | 2,648,057 |
| Solian Day Sec. School | | | 771,762 | 771,762 |
| Arama High School | | | 1,712 | 215,753 |
| Bhakita Secondary School | | | 3,453 | 1,101 |
| Kamelilo Day Secondary School | | | 197,691 | 197,691 |
| Simotwet Mixed Day Secondary School | | | 754 | 326,663 |
| Kipkuyang Sec. School | | | 338,966 | 5,472,589 |
| Uhuru High School-Kabiyet | | | 44,827 | 114,647 |
| POROR DAY AND BOARDING PRIMARY SCHOOL | | | 214,700 | |
| EMKWEN PRIMARY SCHOOL | | | 49,943 | |
| MUSERECHI SECONDARY SCHOOL | | | 700,000 | |
| KIPTUNO PRIMARY SCHOOL | | | 198,275 | |

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| PMC | Bank | Account number | Bank Balance 2024/2025 | Bank Balance 2023/2024 |
|-------------------------------------|------|----------------|---------------------------|---------------------------|
| KAPTIM PRIMARY SCHOOL | | | 50,000 | |
| MUSERECHI PRIMARY SCHOOL | | | 900,000 | |
| ELDAMA RAVINE POLICE STATION | | | 200,000 | |
| KAPKITET PRIMARY SCHOOL | | | 201,457 | 1,852 |
| SAOS PRIMARY SCHOOL | | | 98,682 | 76,955 |
| KOIBATEK SUB COUNTY TREASURY | | | 700,000 | |
| KOIBATEK DCC RESIDENCE | | | 525,761 | - |
| DCI OFFICE | | | 500,000 | - |
| E/RAVINE NGCDF OFFICE | | | 4,100,000 | |
| KABIMOI CHIEFS CAMP | | | 3,000,000 | |
| SIGORO CHIEFS OFFICE INNOVATION HUB | | | 5,200,000 | |
| KABIMOI CHIEF CAMP(DIGITAL HUB) | | | 2,200,000 | |
| EQUATORS CHIEFS OFFICE | | | 5,200,000 | |
| GRANT TOTAL | | | 98,952,325 | 25,113,366 |

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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) |
|--|--|--|-----------------------------------|--|
| A | REPORT ON THE FINANCIAL STATEMENTS | | | |
| 1 | <p>1.1 Unsupported Project Management Committees Account Balances</p> <p>Note 19.4 to the financial statements reflects Project Management Committees (PMC) account balance totaling Kshs.25,113,366 as disclosed in Annex 5 to the financial statements. However, the cash books and bank reconciliations in support of the PMC bank account balances were not provided for audit. Further, the PMC bank balances had not been transferred to the Constituency account as required. This was contrary to Section 12(8) of the National Government Constituencies Development Fund Act, 2015 which states that all unutilized funds of the Project Management Committee shall be returned to the Constituency bank account.</p> <p>In the circumstances, the accuracy and completeness of the PMC account balances of Kshs.25,113,366 could not be confirmed.</p> | <p>The PMC Bank balances have since been obtained from the bank and available for review</p> | <p>Not Resolved</p> | <p>30/11/2024</p> |

| 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) |
|--|---|---|-----------------------------------|--|
| 2 | <p>1.1 Unsupported Electricity Projects</p> <p>The statement of receipts and payments reflects an amount of Kshs.17, 500,000 in relation to other payments as disclosed under Note 10 to the financial statements. The balance includes an amount of Kshs.14,000,000 paid to Rural Electrification and Renewable Energy Corporation (REREC) for a rural electrification matching fund scheme for implementation of the following five (5) projects:</p> <ul style="list-style-type: none"> a) Kipkuyang – Chebigon-Kamoiben-Cheptaburbur powerline b) Benoin – Lower Kaplelechwa Power Line c) Ibobor – Nerkwo – Emngunguny power line d) Emkwen – Blue Gum Hill farm power Line e) Chepsiria -Langas – Kamasaba Power Line | <p>The funds were transferred to REREC's bank account at KCB and the documentation on the same is available for review.</p> | Not resolved | 30/11/2024 |

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| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Status (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|--|---|--|-------------------------------------|---|
| | <p>However, there was no work plans provided indicating the deliverables of the projects. Further, there were no evidence of financial returns acknowledging receipts of the funds by Rural Electrification and Renewable Energy Corporation (REREC) and confirming that the funds have been credited to the beneficiary's account.</p> <p>In the circumstances, the accuracy, occurrence and propriety of rural electrification expenditure of Kshs.14,000,000 could not be confirmed.</p> | | | |
| 3 | <p>Budgetary Control and Performance The summary statement of appropriation reflects final receipts budget and actual on comparable amount of Kshs.294,344,661 and Kshs.220,379,609 respectively resulting in underfunding of Kshs.73,965,052 or 25% of the budget. Similarly, the Fund spent a total amount of Kshs.154,193,925 against an approved budget of Kshs.294,344,661 resulting to an under-expenditure of Kshs.140,150,736 or 48% of the budget.</p> | <p>There was delay in disbursement of funds from the National Treasury and the Board. However, most of the affected projects have since been implemented</p> | Not resolved | 30/11/2024 |

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| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Status (Resolved / Not Resolved) | Timeframe (Put a date when you expect the issue to be resolved) |
|--|---|---------------------|-------------------------------------|--|
| | <p>Management attributed the underfunding and under expenditure to low or delayed disbursement of funds from the National Constituencies Development Fund Board.</p> <p>The underfunding and under expenditure affected the planned activities of the Fund and may have adversely affected service delivery to the residents of Eldama Ravine Constituency.</p> | | | |
| | | | | |

Name: Andrew K. Kiptanui
Fund Account Manager.

