

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

**KENYA TOWNS SUSTAINABLE WATER
SUPPLY AND SANITATION PROGRAM CR. NO.
P-KE-E00-011 (AFDB LOAN NO.200000501)**

**FOR THE YEAR ENDED
30 JUNE, 2024**

**CENTRAL RIFT VALLEY WATER
WORKS DEVELOPMENT AGENCY**

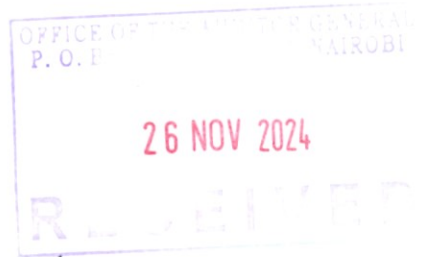
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**PROJECT NAME: KENYA TOWNS SUSTAINABLE WATER SUPPLY AND
SANITATION PROGRAMME**

**IMPLEMENTING ENTITY: CENTRAL RIFT VALLEY WATER WORKS
DEVELOPMENT AGENCY**

**PROJECT GRANT/CREDIT NUMBER: P-KE-E00-011
(AfDB LOAN NO. 2000200000501)**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2024

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

Kenya Towns Sustainable Water Supply and Sanitation Program
Annual Report and Financial Statements For the financial year ended June 30, 2024

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1 Acronyms and Glossary of terms

KTSWSSP	Kenya Towns Sustainable Water Supply & Sanitation Program
CRVWDA	Central Rift Valley Water Works Development Agency
LVNWWDA	Lake Victoria North Water Works Development Agency
LVSWWDA	Lake Victoria South Water Works Development Agency
NRVWDA	North Rift Valley Water Works Development Agency
AfDB	African Development Bank
ADF	African Development Fund
MIC	Middle Income Countries
GOK	Government of Kenya
KFS	Kenya Forest Services
WRA	Water Resources Authority
NEMA	National Environment & Management Authority
KeRRA	Kenya Rural Roads Authority
KeNHA	Kenya National Highways Authority
EMCA	Environmental Management and Coordination Act 1999
OSHA	Occupational Safety and Health Act of 2007
ERP	Enterprise Resource Planning
UA	Unit of Account
WSB	Water Service Board
IPCs	Interim Payment Certificates
RAP	Resettlement Action Plan
O & M	Operation and Maintenances
WSPs	Water Service Providers
PFM	Public Finance Management
AIE	Authority to Incur Expenditure
MDAs	Ministries, Departments and Agencies
SDA	Special Deposit Account

2 Project Information and Overall Performance

2.1 Name and registered office

Project: Kenya Towns Sustainable Water Supply and Sanitation Program.

Objective: The key objective of the Program is to improve the access, quality, availability and sustainability of water supply and wastewater management services in multiple (28 towns) in Kenya.

Address: Central Rift Valley Water Works Development Agency,
Maji Plaza, Prisons Road, Off Eldama Ravine Highway,
P. O. Box 2451-20100
Nakuru.
Telephone: (254) 725999000
E-mail: info@crvwwda.go.ke
Website: www.crvwwda.go.ke

2.2 Project Information

Program Start Date:	01/01/2017
Initial Program End Date:	31/12/2021
1st Revised program Closing date	31/12/2023
2nd Revised program End Date	31/12/2025
Program Manager:	Eng. Joseph M Salee
Program Sponsor:	African Development Bank

2.3 Project Overview

Ministry	The program is under the supervision of the Ministry of Water, Sanitation and Irrigation.
Program number	P-KE-E00-011
Strategic goals of the program	The strategic goals of the program are as follows: (i) Catalysing commercial activities. (ii) Driving Economic growth. (iii) Employment Creation. (iv) Improving quality of life of the people. (v) Building resilience against Variability and change.

<p>Achievements of strategic goals</p>	<p>The program management aims to achieve the goals through the following means:</p> <p>(i) Construction and rehabilitation of water supply and sanitation services.</p> <p>(ii) Capacity Development of water service providers, the sector regulator for improved service efficiency.</p>
<p>Other important background information of the program</p>	<p>The program is divided into two components namely:</p> <p>1. Works: Water Supply infrastructure (including expansion into informal settlements), Construction and rehabilitation of sewerage infrastructure and ablution blocks and last mile pipe connectivity support.</p> <p>2. Goods & Services:</p> <ul style="list-style-type: none"> • Goods: Purchase of Vehicles, Exhausters, Non-revenue water equipment, Enterprise Resource planning, water testing laboratories and equipment. • Services: Study, Design review and supervision of works consultancy.
<p>Current situation that the program was formed to intervene</p>	<p>The program covers the following areas:</p> <p>2.3.1.1 Narok town, Olkalau town, Kapenguria and Chepararia, Kabarnet, Kabartonjo, Marigat, Eldama Ravine, Bomet, Mulot, Nandi hills, Kilgoris, Lolgorian, Oyugis, Kendu Bay, Siaya, Bondo, Ugunja Ukwala and Sega, Kiptogot, kolongolo, Eldoret, Kakamega, Migori, Siaya, Nyamira, Migori, Busia, Nambale, Webuye.</p>
<p>Program duration</p>	<p>The program started on 1st January 2017, expected end date was 31st December 2021, and this date has been revised to 31st December, 2025.</p>

2.4 Bankers

KCB Bank,
Main Branch, Kenyatta Avenue Nakuru,
Account No: 1116841347
P.O BOX 18-20100
Nakuru

2.5 Auditors

Auditor General
Office of the Auditor General
P. O. Box 30084 -00100
Nairobi.

2.6 Roles and Responsibilities

Names	Title designation	Key Qualifications	Responsibilities
CPA Douglas M. Kaibos	Ag. Chief Executive Officer	MSc. Project Planning & Management, Bachelor of Commerce, CPA (K)	Accounting Officer (Chief Executive Officer)
Eng. Joseph M Salee	Program Coordinator	Bachelor of Science in Civil Engineering, Post Graduate Diploma in Computer Science.	Program Coordinator
Eng. Alice Nyawira Kimaru	Program Engineer	Masters of Science in Civil Engineering (Environmental ASAL) Registered Graduate Engineer.	Program Engineer
Eng. Philip Kimeli	Environmental Engineer	Msc Science & Climate Change BSc. in soil water& Environmental Engineering.	Environmentalist
William Sakuda	Procurement Manager	Masters in Business Administration, BSC Mathematic and Diploma in Procurement.	Procurement Expert
Agnes. J. Bowen	Accountant	Masters in Business Administration (Finance Option) BCom degree in Finance. Registered Accountant.	Program Accountant

Note:

1. CPA Douglas K Murei was appointed Chief Executive Officer on acting capacity as the. Eng. Samuel K Oruma was sent on compulsory leave to pave way for investigations by EACC.
2. Eng Joseph M Salee takes over as program Coordinator.as Eng Charles Murage proceeds for his terminal leave.
3. Eng Alice Nyawira Kimaru takes over .as the Program Engineer as Eng. Patrose S Leshinka resigned her appointment with the Agency as
4. CPA Agnes. J. Bowen the Program Accountant is not in office with effect from 2nd February 2023 pending a court matter.

2.7 Funding summary

The Program duration is for nine years from 2017 to 2021, revised end date is 31st December, 2025 with an approved budget of UA 125.687 million equivalents to Kshs. 18.026B. UA 1 =Kshs 143.3506.

Below is the Funding Summary:

A. Source of Funds

Source of Funds	Donor Commitment		Amount Received to Date 30/6/2024.		Undrawn Balance to Date 30/06/2024.	
	Donor Currency (UA)	Kshs	Donor Currency (UA)	Kshs	Donor Currency (UA)	Kshs
	(A)	(A)	(B)	(B)	(A')-(B')	(A')-(B')
(i) Grants						
ADF Grant	145,430	20,796,425	145,430	20,796,425	0	0
MIC Grant	982,028	140,430,000	514,183	73,528,142	467,845	66,901,858
	1,127,458	161,226,425	659,613	94,324,567	467,845	66,901,858
(ii) Loan					0	0
AfDB Loan	108,275,201	15,483,353,694	76,178,221	10,893,485,555	32,096,980	4,589,868,139
ADF Loan	2,158,923	308,726,038	1,820,025	260,263,561	338,898	48,462,477
	110,434,124	15,792,079,732	77,998,246	11,153,749,116	32,435,878	4,638,330,616
Sub Total	111,561,582	15,953,306,157	78,657,858	11,248,073,683	32,903,724	4,705,232,474
(iii) Counterpart funds			0		0	0
Government of Kenya	14,398,609	2,073,227,699	5,290,627	756,559,620	9,107,982	1,316,668,079
Total	125,960,191	18,026,533,856	83,989,416	12,004,633,303	42,011,706	6,021,900,553

B. Application of Funds

Application of funds	Amount received to date (30 June 2024)		Cumulative Amount paid to date – (30 June 2024)	Unutilised balance to date 30 June 2024.	
	Donor currency	Kshs		Donor currency	Kshs
	(A)	(A')		(A)-(B)	(A')-(B')
(i) Grant					
ADF Grant	145,430	20,796,425	20,796,425	0.45	-
MIC Grant	514,183	73,528,142	73,528,142	467,845	66,901,858
	659,613	94,324,567	94,324,567	467,845	66,901,858
(i) Loan					
AfDB Loan	76,178,221	10,893,485,555	10,893,485,555	32,096,980	4,589,868,139
ADF Loan	1,820,025	260,263,561	260,263,561	338,898	48,462,477
	77,998,246	11,153,749,116	11,153,749,116	32,435,878	4,638,330,616
	78,657,859	11,248,073,683	11,248,073,683	32,903,723	4,705,232,474
(ii) Counterpart funds					
Government of Kenya	5,290,627	756,559,620	756,559,620	9,207,469	1,316,668,079
Total	83,948,485	12,004,633,303	12,004,633,303	42,111,193	6,021,900,553

2.8 Summary of Overall Program Performance:

i. Budget performance against actual amounts for current year and cumulative to-date.

The budget for the program Fy 2023/2024 was Kshs 2,332,000,000 for the donor and Kshs 290,000,000 Gok counterpart funding, out of which ksh 1,568,207,666 for donor, Ksh 97,500,000 counterpart and ksh 6,274,015 (31,250,000-24,975,985) GoK prior year adjustment. Further, Ksh 71,250,000 earmarked for the year 2023/24 was however received in July 2024.

ii. Physical progress based on outputs, outcomes and impacts since program commencements

The program is approximately at 87% implementation and all the projects had commenced. The outcomes, outputs and impact as at 30th June 2024 is summarized in the table shown below:

Output Indicators (as specified in the RLF, add/delete rows as needed)	Most recent value	Annual Target (expected cumulative value at end of reporting period)	End Target (expected cumulative value at completion)	Progress towards annual target (% realized)	Progress towards end target (% realized)	Assessment (On whether output indicator is on track to reach annual and end targets. If not on track, please justify)
Length of water pipes laid in Kms	1,101	1200	1200	92	92	The indicator is on track
No. of water treatment plants constructed/rehabilitated	14	16	16	88	88	The indicator is on track
No. of intake structures constructed/rehabilitated	10	16	16	63	63	The indicator is on track
Length of sewer pipes laid in Kms	194	220	220	88	88	The indicator is on track
No. of wastewater treatment plants constructed/rehabilitated	4	6	6	67	67	The indicator is on track
No. of ablution blocks constructed	27	26	26	104	104	The indicator is on track
No. of laboratories constructed	9	11	11	82	82	The indicator is on track
No. of exhausters procured	3	7	7	43	43	The indicator is on track
No. of WSPs/WSB staff trained	86	800	800	10	10	The indicator is on track
No. of climate mainstreamed WSP business plans developed/revised (gender informed)	0	20	20	0	0	The indicator did not commence.
No. of studies prepared for future investments	7	7	7	100	100	The indicator was completed.

iii. Absorption rate since commencement of program

The absorption rate for each year since the project commencement

FY	Receipts	Commitments	
	a	b	(a/b) %
		18,026,533,856	
2023/2024	1,671,981,681		9%
2022/2023	2,276,266,082		13%
2021/2022	3,298,531,144		18%
2020/2021	2,410,457,492		13%
2019/2020	1,712,892,996		10%
2018/2019	634,503,909		4%
Total	12,004,633,304	18,026,533,856	67%

iv. Implementation challenges.

- a) Delayed approval of Master Lists and processing of specific exemption requests.
- b) Delayed processing and disbursement of advance payments to the contractors.
- c) Delayed processing and disbursement of Interim Payment Certificates (IPCs) to the Contractors and Consultants.
- d) Delayed approvals of permits by counterpart agencies i.e., KFS, WRA, NEMA, KeRRA and KeNHA.
- e) Delayed process of land acquisition due to community aversion and political influence. Increase of costs for key project materials due to increase in shipment of materials due to the effect of COVID-19 and new legislation on the Finance Act. Some of the materials affected include pipes, reinforcement, fuel costs, cement among others. This is a critical issue that needs to be determined as its critically affecting all the projects and claims has been submitted by the contractors.
- f) Several Claims due to extension of time and additional costs due to interest on delayed payments have been/are being raised by contractors.
- g) Inadequate Budget allocation for the donor and Gok counterpart funding.

Recommendations & way forward

- a) The review and approval process of the Master List, Interim Payment Certificates (IPCs) and advance payments has to be hastened in order to minimize delays.

- b) Approvals of permits from inter-government agencies needs to be fast-tracked and applied for before project commencement.
- c) Proper sensitization needs to be done to the community before and during project implementation.

2.9 Summary of Project Compliance:

i. Significant cases of non-compliance with applicable laws and regulations and essential external financing agreements/covenants

The program has continually to adhere to the applicable laws and regulations including the environmental and social safeguards. The projects have had ESIA studies undertaken and NEMA licenses issued on time prior to project implementation, compensation of Project Affected Persons (PAPs) is ongoing prior to project construction and therefore there are no significant cases of non-compliance recorded so far during the project implementation.

ii. Consequences suffered on account of non-compliance or likely to be suffered.

There are no consequences suffered so far, however, in an event of a significant non-compliance case, the financing institution will stop specific project disbursement or even the entire program disbursement leading to delayed project implementation. Failure to adhere to applicable laws and regulations such as NEMA, NCA, WRA can also lead to temporary closure of project sites leading to delayed project implementation and cases of claims by contractors leading increased cost implications.

iii. Mitigation measures taken or planned to be taken to alleviate the adverse effects of actual or potential consequences of non-compliance.

The agency has instituted mitigation measures to alleviate the adverse/potential effects of non-compliance, this includes quarterly monitoring and reporting of the environmental and social management frameworks. This is jointly done by the project parties (employer, engineer, consultant, contractor and government authorities NEMA, WRA), through this any non-compliance is easily noted and addressed before escalation. Through monthly site meetings, project implementation progress and other essential external financing agreements/covenants are noted and addressed immediately. The executing agency has continually collaborated with the project stakeholders including the communities and beneficiary WSPs and County Governments to address other socio-cultural issues that may arise during the project implementation.

The projects have fully complied to the Kenyan Laws and AfDB social safeguards operating standards and reporting done on quarterly basis to the financier.

3 Statements of Performance Against Project's Predetermined Objectives.

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 project's agreement/ plan are to:

- a) Construction and rehabilitation of water supply and sanitation infrastructure (including expansion into informal settlements) for improved water and sanitation services.
- b) Capacity development of water service providers, the sector regulator for improved service efficiency and women and youth for increased employment opportunities.

Progress on attainment of Strategic development objectives

The main objective of the program is to improve the access, quality, availability and sustainability of water supply and wastewater management services in multiple towns in Kenya, with a view to catalyzing commercial activities, driving economic growth, employment creation, improving quality of life of the people and building resilience against climate variability and change. The program objective will be achieved through:

The program will support water supply infrastructure in and sanitation infrastructures in 20 towns, providing more than 2.1 million people with reliable and sustainable water supply services and more than 1.3 million people with water-borne sewerage systems. In addition, the program will create more than 15,000 new jobs during and after construction.

Below we provide progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance In FY 2022/23
Kenya Towns Sustainable water and sanitation program	Improve access, quality, availability and sustainability of water supply and wastewater management services in multiple towns in Kenya, with a view to catalyzing commercial activities, driving economic growth, employment creation, improving quality of life of the people	Increased number of people with access to water supply services	1200km of water pipelines laid	1,101 km of water pipelines have been laid Additional 250,050 people accessing water services
			16 Nr. of water treatment plant constructed/rehabilitated	4.No. Water treatment plant constructed
			16Nr. Of intake structures constructed/rehabilitated	10.No. Of intake structures constructed
		Increased number of people with access to sanitation services	220 km of sewer pipes laid	194km of sewers laid Additional 69,750 people accessing water services
			6Nr. wastewater treatment plants constructed/rehabilitated	4. No. Of waste water treatment plants constructed
			26 No. of ablution blocks to be constructed	27. No. of ablution blocks have been constructed
			Procurement of 7Nr. exhausters	3. No. of exhauster procured
		Capacity development of water service providers and water works development agencies	11 No. of laboratories constructed	9.No. of laboratories constructed
			800 No. of WSPs/WSB staff trained	86 No. of WSPs/WSB staff trained
			Supply, delivery and installation of Enterprise Resource Management System (ERP) and training	The contract is currently in the at 99% implementation status
		Increased employment opportunities for women and youth for	1200 No. of direct/indirect permanent & temporary jobs created	36 graduates on temporary employment at the Agency level:15 out of the 36 are female
				1,899 youth have been engaged in for both skilled and unskilled labour, deployed on the project's sites:570 out of the 1,899 are women

Detailed Outputs as at 30 th June 2024								
S/No	Project	Water Pipelines	water Treatment/ rehabilitations	water Intakes/ rehabilitation	Sewer Pipes	Sewarage treatment Plant	Laboratory	Ablution blocks
1	Narok	95	-	1	54	1	1	-
2	Olkalou	28	1	-	23	1	-	1
3	Kabarnet	7	1		-	-		-
4	Kilgoris	68	1	1	-	-		4
5	Kiptogot	73	2	2	-	-	-	-
6	Malaba lot I	84	2	1	-	-	1	-
7	Malaba lot II	-			56	1		4
8	Nandi Hills	36	1	1	-	-		3
9	Kakamega	14			-	2		-
10	Kendu Bay	34	1	1	-	-	1	3
11	Oyugis	27	1	1	-	-	1	4
12	Ugunja	99	1	1	-	-	1	3
13	Siaya LMC	184			-	-		-
14	Migori LMC	204			-	-		-
15	Keroka LMC	40			-	-		-
16	Bomet	67		1	-	-		4
17	Kipkaren	40		1	-	-		-
18	Eldoret LMC	-			44	2	2	-
19	Kapenguria	-			8	1	1	-
20	Chepareria	-			10	1	1	1
	Totals	1,101	11	10	195	9	4	27

4 Environmental and Sustainability Reporting-

The program has outlined a number of activities including tree planting, slope protection, capacity building etc. to be implemented in all the projects under construction for the Kenya Towns Sustainable Water Supply and Sanitation Program. Project implementation is underway and all of the activities commenced. A number of projects are Complete. The total cost for the year spent was Kshs 2.65 million spread in the project areas.

No.	Project	Activity	Budget Breakdown (Kshs)
1	Kapenguria - Makutano Sewerage Project	Tree Planting and slope protection	2,145,000.
2	Chepareria Town Sewerage Project	Tree Planting and slope protection	500,000.
Total (Kshs)			2.645,000.00

1. Sustainability strategy and profile

The Constitution of Kenya has declared access to Water Supply and Sanitation Services a human right which is to be achieved progressively. Under the Water Act, 2016, the Cabinet Secretary is expected to formulate and implement a National Water Services Strategy that will progressively lead to attainment of this right. The Agency has therefore aligned its development and operational agenda to the National Water Services Strategy and endeavors to mobilize adequate resources to implement its plan and achieve the national vision. The Agency has identified six key result areas to effectively realize its mandate.

The five key result areas are:

- a) Roof water harvesting exercise which has seen the distribution of plastic tanks to schools around the project area aimed at sensitizing the community on the importance of water harvesting to address water scarcity as well as reduction of runoff.
- b) Effective mobilization and prudent utilization of resource.
- c) Development and Improvement of the water and sanitation infrastructure.
- d) Management of the water and sanitation infrastructure developed.
- e) Enhancement of institutional framework and capacity.
- f) Customer and stakeholder management.

The Agency believes that pursuing impact in these six key result areas will enable achievement of sufficient and resilient infrastructure that will continually and sustainably support attainment of the universal access to improved water supply and sanitation services in its area of jurisdiction. This aspiration is aligned to the National initiatives under the Big Four Agenda which is attendant to the Vision 2030, the Sustainable Development Goal Number six of the United Nation and the Africa Union Agenda 2063. We have done our best with considerable success in each of the key result areas and we remain committed to achieving the National Government's development goals by our short-term local interventions.

2. Environmental performance

The Environmental Management and Coordination Act 1999 (EMCA) and 2015 guides the Agency project/ program implementation. Through the Act, the public and the society are empowered through Public participation that in turn supports the project implementation leading to its success and sustainability. On the other hand, the EMCA Act is implemented by guiding principle that every person has a right to a clean and healthy environment and can seek redress through high court if the right has been, is likely to be or is being contravened which empowers communities on regions where projects are being implemented thus leading to project rejection and aversion.

The Agency, working closely with other stakeholders promotes and sustain tree planting exercise which seeks to mitigate climate change and promote biodiversity. In its efforts to reduce environmental impacts, the Agency undertakes the Environmental Impact Assessment studies which outlines the possible impacts and propose mitigation measures which are implemented during project implementation though the outlined environmental and social management plans. The implementation progress is monitored regularly through the regular environmental audits.

3. Employee welfare

The Agency has a Human Resources Policy and Procedures Manual which stipulates the guidelines on recruitment and selection and further requires that a third (1/3) gender rule is adhered to in the recruitment process.

Further, the in view of supporting the young people actively engaged in water improvement, the The cluster has further engaged 109 interns who are attached on different projects for skill development 60 out of the 109 are female and were attached to project engineers in the field and

some assigned to various managers in the office for on-the-job training. The young participants then may have an opportunity to grow and to gain new ideas to enhance water related issues.

At the individual project level, youth have been engaged in for both skilled and unskilled labor, as at the reporting period 1,899 people had been deployed on the project's sites, about 570 out of the 1,899 are women.

The Agency has in place career progression guidelines and reviews the staffing levels of the institution from time to time.

On safety and compliance with Occupational Safety and Health Act of 2007, (OSHA), An approved Health and Safety Policy is in place and is well adhered to and has been availed to all staff. The employees are entitled for leave out, medical insurances, training on their professional growth, COVID 19 and HIV/AIDS prevention measures. Provision of sanitizers, and a safe working environment.

4 Market place practices

a) Responsible supply chain and supplier relations

The Agency engages suppliers on sensitizations meetings to get their feedback on the provision of good, works and services. Pre-bid and site visit meetings are conducted to acquaint the suppliers with the minimum requirements. Successful bidders are engaged in a negotiation/pre-contract clarification meeting so as to be at par with the expectations of the Agency before contract execution. All this ensures an established good relationship between the Agency and the suppliers. Payment is made timely provided that all requirements are met. Suppliers are informed of the required documentations and processes and the contract implementation requirements before a payment request is raised. This ensures no delay in making for payment of goods supplied, works executed or services rendered.

b) Responsible ethical practices

The Agency ensures that laws relating to The Constitution of Kenya 2010, The Public Procurement and Asset Disposal Act 2015 And Public Procurement and Asset Disposal Regulations 2020 are followed. The Agency strictly adopts the most preferred method of procurement-Open tendering. Players in the market are given chances and level ground to compete. Information on the available tender opportunities is relayed to the bidders through the Public Procurement Information Portals, The Agency's website and the national newspapers to

ensure universal and free access to information. To enhance fair competition, evaluation is based on set criteria favorable to all bidders, where price takes precedence without prejudicing on quality. Vulnerable groups are given preference to ensure they are not edged out of market and are therefore given a favorable and conducive business environment. The Agency ensures that specifications development does not give undue influence or reference to a particular product or service in the market that will give a competitive advantage to a particular supplier

c) Regulatory impact assessment

The agency ensures openness in advertising for its available opportunities. Informing on such opportunities is relayed in the easiest, understandable language and conveyed in the easily available mode of communication. The information is consistent to all clients. Queries raised by a particular bidder in relation to a procurement proceeding is clarified and the clarification is sent to all bidders in that respect. In preparation of product specifications, the Agency ensures that the approved standards used are universal and cannot be tied to a particular item or product in the market. The Agency has a dedicated email service for queries in relation to procurement matters

5 Community Engagements

During the year under review, the Agency continued to implement its Corporate Social Responsibility program in line with its policy. This policy builds and support the execution of the Agency's mandate as part of integrating community concerns in the Agency's operation and interactions with their stakeholders and customers. In addition, the agency carry out community and stakeholder engagements during project formulation and implementation so as to ensure sustainability is achieved in all the agency developed infrastructure.

5 Statement of Project Management Responsibilities

The Chief Executive Officer of Central Rift Valley Water Works Development Agency and the Project Coordinator for Kenya Towns Sustainable Water Supply and Sanitation Program are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year (period) ended on 30th June, 2024. This responsibility includes:

- (i) Maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period.
- (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Project.
- (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud.
- (iv) Safeguarding the assets of the Project.
- (v) Selecting and applying appropriate accounting policies.
- (vi) Making accounting estimates that are reasonable in the circumstances.

The Chief Executive Officer of Central Rift Valley Water Works Development Agency and the Project Coordinator for Kenya Towns Sustainable Water Supply and Sanitation program accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Chief Executive Officer of Central Rift Valley Water Works Development Agency and the Project Coordinator for Kenya Towns Sustainable Water Supply and Sanitation Program are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2024, and of the Project's financial position as at that date. The Chief Executive Officer of Central Rift Valley Water Works Development Agency and the Project Coordinator for Kenya Towns Sustainable Water Supply and Sanitation Program further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The Chief Executive Officer of Central Rift Valley Water Works Development Agency and the Project Coordinator for Kenya Towns Sustainable Water Supply and Sanitation Program confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project financial statements

The Kenya Towns Sustainable Water Supply and Sanitation Program Project Financial Statements were approved by the and Chief Executive Officer of Central Rift Valley Water Works Development Agency and the Project Coordinator on 20th September,2024 and signed by them.



CPA Douglas K.Murei
Ag. Chief Executive Officer



Eng. Joseph M Salee
Program Coordinator

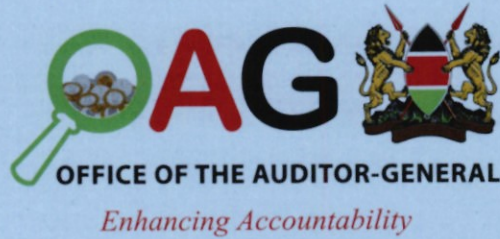


CPA Grace J Bowen
Manager-Finance
ICPAK No 6480

6 Report of The Auditor General on Financial Statements for the Kenya Towns Sustainable Water Supply and Sanitation Project

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON KENYA TOWNS SUSTAINABLE WATER SUPPLY AND SANITATION PROGRAM CR. NO. P-KE-E00-011 (AFDB LOAN NO.200000501) FOR THE YEAR ENDED 30 JUNE, 2024 – CENTRAL RIFT VALLEY WATER WORKS DEVELOPMENT AGENCY

PREAMBLE

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

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

An Unmodified Opinion is issued when the Auditor-General concludes that the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Unmodified Opinion indicates the books of accounts and underlying records agree with the financial statements and that no material misstatements were found. The financial statements present fairly, in all material respects the operations of the entity. An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, is effective in the use of resources, or that its internal control, risk management and governance systems are properly designed and working effectively in the financial year under review.

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

Opinion

I have audited the accompanying financial statements of Kenya Towns Sustainable Water Supply and Sanitation Programme set out on pages 1 to 32, which comprise the statement of financial assets as at 30 June, 2024 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Kenya Towns Sustainable Water Supply and Sanitation Program (CRVWWDA) as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and comply with the financing agreement No. 200200000501 between African Development Bank and Republic of Kenya dated 9 January, 2017.

Basis for Opinion

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

Emphasis of Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.2,622,000,000 and Kshs.1,671,981,681 resulting to an under-funding of Kshs.950,018,319 or 36% of the budget. Further, the Project spent an amount of Kshs.1,746,698,267 against the actual receipts of Kshs.1,671,981,681 resulting to an over-utilization of Kshs.74,716,586.

The under-funding affected the planned activities of the Project and may have negatively affected service delivery to the public over spending above the approved budget results to unauthorized expenditure.

2. Low Absorption of Project Funding

The Program was advanced loans and grants for a duration of five years with effect from 9 January, 2017 to 31 December, 2021 but subsequently extended to 31 December, 2025.

Out of the total donor commitment of Kshs.15,953,306,157 an amount of Kshs.11,248,073,683 or 71% has been disbursed and out of the GOK counterpart funding of Kshs.2,073,227,699 only Kshs.756,559,620 or 36% has been issued thereby resulting to delayed Project implementation and higher payment of interest and commitment fee on undrawn loan balances.

3. Failure to Settle Pending Bills

Note 18 and 19 to the financial statements on other important disclosures and Annex 4a and 4c to the financial statements reflects pending accounts payable and land compensation balance of Kshs.674,615,396 and Kshs.18,984,632 respectively as at 30 June, 2024. The balances of Kshs.674,615,396 includes amounts of Kshs.474,071,809 and Kshs.200,543,587 for construction of roads and for supply of goods and services respectively.

Review of documents and schedules provided for audit in support of land compensation revealed that there is a long delay in compensating of persons affected by the project (PAPs).

Failure to clear pending bills in the year to which they relate distorts the budget of the following year as they constitute a first charge on that budget.

My report is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness

of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2024.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion, 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

Lack of a Project Designated Bank Account

The statement of financial assets reflects a Nil Kshs.74,716,586 bank balance. However, as reported in the previous years, the Program does not maintain a designated bank account and its activities funded by GOK are undertaken through the implementing Agency (Central Rift Valley Water Works Development Agency) bank account. This is contrary to clause 1.2(j) and (h) of the subsidiary loan agreement between the government of Kenya and the agency which provides that a local and foreign currency bank account shall be opened for the purpose of receiving the portion of loan from the government and development partners.

In the circumstances, Management was in breach of the law and further it was not possible to confirm the Nil bank balance.

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 and based on the audit procedures performed, except for the matter(s) described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Delayed Projects Implementation

Review of records provided on ten (6) projects revealed the following matters affecting successful implementation of the projects as shown below:

S/No	Contractor	Project Name	Contract Amount (Kshs.)	Contract End Date	Contract Duration	Estimated Completion Date	Current status
1	Weihai Construction Company Ltd	Kapenguria Town Sewerage Project	837,626,342	1-Nov-2024	18 Months	1-Nov-2024	63%
2	China Railway No 10 Engineering Group	Eldoret Town Last Mile Connectivity	504,201,143	15-Apr-2022	12 Months	30-Jun-2024	90%
3	Machiri Ltd	Kipkaren Dam water Supply Project	1,185,758,691	13-Dec-2018	20 Months		Stalled
4	Toddy Engineering Limited	Kakamega Town Last Mile Connectivity Project	129,833,440	31-Jan-2023	12 Months	29-Aug-2024	82%
5	China State Construction Eng Co Ltd	Kilgoris-Lolgorian Water Supply Project	596,906,195	5-Jul-2022	18 Months	30-Dec-2024	94%
6	China Railway No 10 Engineering Group	Bomet-Mulot Water Supply Sewerage Project	1,783,260,807	2-Jul-2023	18 Months	7-Jul-2025	43%
Sub Total			5,037,586,618				

In the circumstances, failure to implement projects as planned may have negatively impacted on delivery of goods and services to the residents of Kenya.

2. Stalled Implementation of the Bomet-Longisa-Mulot Project

Audit verification exercise on 16 October, 2024 revealed that the project implementation status of Bomet -Longisa-Mulot Project was at 43% progress of work indicating the Project may not be completed within the latest extended period of 30 June, 2025. Further, others works including the construction of a new Run-off River intake at River Nyangores in Mau Forest has not commenced. The construction of approximately 5.3 km long, DN600/500 PN16 steel raw water gravity main from the proposed intake works to the proposed Masese water treatment works site not completed.

In the circumstances, the Project may not obtain value for money and the expected benefits from the projects to the residents may not be realized.

3. Delay in Programme Funding

The Programme was advanced loans and grants for a duration of five years with effect from 9 January, 2017 to 31 December, 2021 but subsequently extended to 31 December, 2025. However, out of the total donor commitment total loan balance of Kshs.15,953,306,157 only Kshs.10,893,485,555 (or 60%) has been disbursed leaving a balance of Kshs.4,589,868,139 undrawn. Equally, out of the total Government of Kenya counterpart funding balance of Kshs.2,073,227,699 only Kshs.756,559,620 (or 27%) leaving undrawn balance of Kshs.1,316,668,079.

In the circumstances, the delay in funding will negatively affect the implementation and overall achievement of the Program objectives considering the limited period remaining before its closure. The project may not be able to withdraw and absorb the remaining funding within the remaining period

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.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by African Development Fund (ADF) and African Development Bank (AfDB), I report based on my audit, that:

- i. 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;
- ii. In my opinion, adequate accounting records have not been kept by the Project, so far as appears from the examination of those records; and,
- iii. The Project's financial statements are not in agreement with the accounting records and returns.

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash 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 Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Project'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 requires 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 also 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

26 November, 2024

7 Statement of Receipts and Payments for The Year Ended 30th June 2024.

	Note	Receipts and payments controlled by the entity	Payments made by third parties	TOTAL	Receipts and payments controlled by the entity	Payments made by third parties	TOTAL	Cumulative to Date(From Inception)
		2023/2024			2022/2023			
		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
RECEIPTS								
Transfer from Government entities	1	97,500,000	-	97,500,000	140,000,000	-	140,000,000	725,309,620
Proceeds from domestic and foreign grants	2	-	-	-	-	23,146,921	23,146,921	94,324,567
Loan from external development partners	3	-	1,574,060,772	1,574,060,772	-	2,088,143,176	2,088,143,176	11,159,602,223
Miscellaneous receipts	4	-	-	-	24,975,985	-	24,975,985	24,975,985
Prior year Adjustment	15		(5,853,106)	(5,853,106)	-	-	-	(5,853,106)
Prior year Adjustment GoK	15	6,274,015		6,274,015	-	-	-	6,274,015
TOTAL RECEIPTS		103,774,015	1,568,207,666	1,671,981,681	164,975,985	2,111,290,097	2,276,266,082	12,004,633,304
PAYMENTS								
Compensation of employees	5	-	-	-	-	-	-	1,184,451
Purchase of goods and services	6	89,163,043	149,491,204	238,654,247	54,091,619	284,510,669	338,602,288	1,970,568,351
Social security benefits	7	-	-	-	-	-	-	-
Acquisition of non-financial assets	8	89,327,558	1,424,569,568	1,513,897,126	122,560,948	1,803,632,507	1,926,193,455	10,019,125,626
Transfers to other government entities	9	-	-	-	-	-	-	-
Other grants and transfers /payments	10	-	-	-	-	23,146,921	23,146,921	94,324,567

	Note	Receipts and payments controlled by the entity	Payments made by third parties	TOTAL	Receipts and payments controlled by the entity	Payments made by third parties	TOTAL	Cumulative to Date(From Inception)
		2023/2024			2022/2023			
		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
Prior year Adjustment	15		(5,853,106)	(5,853,106)				(5,853,106)
Total Payments		178,490,601	1,568,207,666	1,746,698,267	176,652,567	2,111,290,097	2,287,942,664	12,079,349,889
Surplus/(deficit)				(74,716,586)			(11,676,582)	(74,716,586)

The accounting policies and explanatory notes to these Financial Statements are an integral part of the Financial Statements.



CPA Douglas K. Murei
Ag. Chief Executive Officer



Eng. Joseph M Salee
Program Coordinator



CPA Grace J Bowen
Manager-Finance
 ICPAK No 6480

(IPSAS 1.3.24 requires an entity to separately disclose third party payments separately on the statement of receipts and payments. These are payments made by development partners directly on behalf of the entity. In recognizing these transactions, the receipts must be equal to the payments made and therefore there is no surplus or deficit.)

8 Statement of Financial Assets and Liabilities as at 30th June 2024

	Note	2023/2024	2022/2023
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents	11	(74,716,586)	-
Bank Balances		-	-
Cash Balances		-	-
Cash Equivalents (short-term deposits)		-	-
Total Cash and Cash Equivalents		(74,716,586)	-
Imprests and Advances		-	-
Total Financial Assets		-	-
Financial Liabilities		-	-
Deposits and Retention Monies		-	-
Net Assets		(74,716,586)	-
Represented By			
Fund balance b/fwd.		-	111,689,296.00
Prior year adjustments*	15	-	(100,012,714.00)
Surplus/(Deficit) for the year		(74,716,586)	11,676,582.00
Net Financial Position		(74,716,586)	-

*(the adjustment has been captured in the statement of receipts and payments)

The accounting policies and explanatory notes to these Financial Statements form an integral part of the Financial Statements. The Financial Statements were approved on 20th September 2024 and signed by:



CPA Douglas K. Murei
Ag. Chief Executive Officer



Eng. Joseph M Salee
Program Coordinator




CPA Grace J Bowen
Manager-Finance
ICPAK No 6480


9 Statement of Cash flows for The Year Ended 30th June 2024.

		2023/2024	2022-2023
	Note	Kshs	Kshs
Receipts for operating activities			
Transfer from Government entities	1	97,500,000	140,000,000
Proceeds from domestic and foreign grants	2	-	23,146,921
Miscellaneous receipts	4	-	24,975,985
Adjustments during the year	15	6,274,015	-
Payments for operating activities		103,774,015	-
Compensation of employees	5	-	-
Purchase of goods and services	6	(238,654,247)	(361,749,209)
Social security benefits	7		-
Transfers to other government entities	9		-
Other grants and transfers	10		
Adjustments during the year	15	5,853,106	
Net cash flow from operating activities		(129,027,126)	(173,626,303)
Cashflow from Investing Activities			
Acquisition of Assets	8	(1,513,897,126)	(1,926,193,455)
Adjustment during the year	15	-	(100,012,714)
Net cash flows from Investing Activities		(1,513,897,126)	(2,026,206,169)
Cashflow from Borrowing Activities			
Loan from external development partners	3	1,574,060,772	2,088,143,176
Adjustments during the year	15	(5,853,106)	
Net cash flow from financing activities		1,568,207,666	2,088,143,176
Net Increase in Cash and Cash Equivalent		(74,716,586)	(111,689,296)
Cash and cash equivalent at beginning of the year		-	111,689,296
Cash and cash equivalent at end of the year		(74,716,586)	-

The accounting policies and explanatory notes to these Financial Statements form an integral part of the Financial Statements. The Financial Statements were approved on 20th September 2024 and signed by:


CPA Douglas K. Murei
Ag. Chief Executive Officer



Eng. Joseph M Salee
Program Coordinator



CPA Grace J Bowen
Manager-Finance
ICPAK No 6480


10 Statement of Comparison of Budget and Actual Amounts for The Year Ended 30th June 2024

The accounting policies and explanatory notes to these Financial Statements are an integral part of the Financial Statements.

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	%
	a	b	c=a+b	d	e=c-d	f=d/c
Receipts						
Transfer from Government entities	290,000,000	-	290,000,000	97,500,000	192,500,000	34%
Proceeds from domestic and foreign grants	-	-	-	-	-	0%
Proceeds from foreign borrowing	2,332,000,000	-	2,332,000,000	1,574,060,772	757,939,228	67%
Prior Year Adjustment foreign borrowing	-	-	-	(5,853,106)	5,853,106	
Prior Year Adjustment GoK	-	-	-	6,274,015	(6,274,015)	
Total Receipts	2,622,000,000	-	2,622,000,000	1,671,981,681	950,018,319	64%
Payments						
Compensation of employees	-	-	-	-	-	0
Purchase of goods and services	393,300,000	-	393,300,000	238,654,247	154,645,753	61%
Social security benefits	-	-	-	-	-	
Acquisition of non-financial assets	2,228,700,000	-	2,228,700,000	1,513,897,126	714,802,874	68%
Transfers to other government entities	-	-	-	-	-	
Other grants and transfers	-	-	-	-	-	
Prior Year Adjustment	-	-	-	(5,853,106)	5,853,106	
Total Payments	2,622,000,000	-	2,622,000,000	1,746,698,267	875,301,733	67%
Surplus/Deficit	-	-	-	(74,716,586)	74,716,586	


CPA Douglas K. Murei
Ag. Chief Executive Officer


Eng. Joseph M. Salee
Program Coordinator


CPA Grace J. Bowen
Manager-Finance
ICPAK No 6480

11 Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below

a) Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of accounting, as prescribed by the PSASB and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions. The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

The accounting policies adopted have been consistently applied to all the years presented.

b) Reporting entity

The financial statements are for the Project Kenya Towns Sustainable Water Supply and Sanitation Program under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

c) Reporting currency

The financial statements are presented in Kenya Shillings (Kshs), which is the functional and reporting currency of the Project and all values are rounded to the nearest Kenya Shilling.

d) Recognition of receipts

The Kenya Towns Sustainable Water Supply and Sanitation Program recognizes all receipts from the various sources when the event occurs, and the related cash has been received.

1 Transfers from the Exchequer

Transfer from Exchequer is be recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

ii External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

iii Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

iv Donations and grants

Grants and donations shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary. In case of grant/donation in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice.

v Proceeds from borrowing

Borrowing includes Treasury bill, treasury bonds, corporate bonds, sovereign bonds and external loans acquired by the Project or any other debt the Project may take on will be treated on cash basis and recognized as a receipt during the year they were received.

vi Undrawn external assistance

These are loans and grants at reporting date as specified in a binding agreement and relate to funding for the Project currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. An analysis of the Project's undrawn external assistance is shown in the funding summary

e) Recognition of payments

The Project recognizes all payments when the event occurs, and the related cash has actually been paid out by the Project.

i Compensation of employees

Salaries and Wages, Allowances, Statutory Contribution for employees are recognized in the period when the compensation is paid.

ii Use of goods and services

Goods and services are recognized as payments in the period when the goods/services are consumed and paid for. If not paid for during the period where goods/services are consumed, they shall be disclosed as pending bills.

iii Interest on borrowing

Borrowing costs that include interest are recognized as payment in the period in which they incurred and paid for.

iv Repayment of borrowing (principal amount)

The repayment of principal amount of borrowing is recognized as payment in the period in which the repayment is made. The stock of debt is disclosed as an annexure to the consolidated financial statements.

v Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

f) In-kind donations

In-kind contributions are donations that are made to the Project in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the Project includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

g) Cash and cash equivalents

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

For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

h) Restriction on cash

Restricted cash represents amounts that are limited/restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third part deposits.

i) Imprests and Advances

For the purposes of these financial statements, imprests and advances to authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

j) Contingent Liabilities

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognized because:
 - i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
 - ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships,

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 Agency 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 Agency 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) Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

m) Budget

The budget is developed on a comparable accounting basis (cash basis), the same accounts classification basis (except for accounts receivable - outstanding imprest and clearance accounts and accounts payable - deposits, which are accounted for on an accrual basis), and for the same period as the financial statements. The Project's budget was approved as required by Law and National Treasury Regulations, as well as by the participating development partners, as detailed in the Government of Kenya Budget Printed Estimates for the year. The Development Projects are budgeted for under the MDAs but receive budgeted funds as transfers and account for them separately. These transfers are recognized as inter-entity transfers and are eliminated upon consolidation. A high-level assessment of the Project's actual performance against the comparable budget for the financial year/period under review has been included in an annex to these financial statements.

n) Third party payments

Included in the receipts and payments, are payments made on its behalf by to third parties in form of loans and grants. These payments do not constitute cash receipts and payments. and are disclosed in the payment to third parties' column in the statement of receipts and payments.

o) Exchange rate differences

The accounting records are maintained in the functional currency of the primary economic environment in which the Project operates, Kenya Shillings. Transactions in foreign currencies during the year/period are converted into the functional currency using the exchange rates prevailing at the dates of the transactions. Any foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-

end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statements of receipts and payments.

p) Comparative figures

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

q) Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2024.

r) Prior period adjustments

Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). Explanations and details of these prior period adjustments are presented in the notes of these financial statements.

12 Notes to the Financial Statements

1 Transfers from Government of Kenya

These represent counterpart funding from the Government of Kenya.

	2023/2024	2022/2023	Cumulative
	Kshs	Kshs	to-date(from inception)
Counterpart funding through Ministry of Water, Sanitation & Irrigation			
Counterpart funds	97,500,000	140,000,000	725,309,620
Counterpart funds (captured as miscellaneous2022/23)		24,975,985	24,975,985
Adjustment Counterpart funds	6,274,015	-	6,274,015
Total	103,774,015	164,975,985	756,559,620

The counterpart funds relating to the financial year 2023/24 of **Ksh 71,250,000** was received at the beginning of the 2024/25 FY.

2 Proceeds from Domestic and Foreign Grants

During the 12 months to 30th June 2024, there were no grants received from external financiers.

Name of Donor	Date received	Amount in loan currency	Amount in loan currency		Cumulative to date
Loan from External Development Partner		UA FY 2023/2024	Kshs FY 2023/2024	Kshs FY 2022/2023	Kshs
African Development Bank	6/30/2024	-	-	23,146,921	94,324,567
Total		-	-	23,146,921	94,324,567

3 Loan from External Development Partners

During the 12 months to 30th June ,2023 we received funding from development partners in form of loans negotiated by the National Treasury donors as detailed in the table below:

1 UA =Kshs 143.3506

Name of Donor	Date received	Amount in loan currency	Loan received as direct payment		Cumulative to date
			UA	Kshs	
Loan from External Development Partner		FY 2023/2024	FY 2023/2024	FY 2022/2023	Kshs
African Development Bank	6/30/2024	11,007,418	1,574,060,772	2,088,143,176	11,159,602,223
Prior year Adjustment			(5,853,106)		(5,853,106)
Total		11,007,418	1,568,207,666	2,088,143,176	11,153,749,117

4 Miscellaneous receipts

These represent other receipts from the Government of Kenya

	2023/2024	2022/2023	Cumulative
	Kshs	Kshs	to-date(from inception)
Misc receipts	-	24,975,985	24,975,985
Total	-	24,975,985	24,975,985

5 Compensation of Employees

	2023/2024			2022/2023	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments		2024
	Kshs	Kshs	Kshs	Kshs	Kshs
-					
Basic salaries of permanent employees	0	0	0	0	1,184,451
Basic wages of temporary employees	0	0	0	0	0
Personal allowances paid as part of salary	0	0	0	0	0
Personal allowances paid as reimbursements	0	0	0	0	0
Personal allowances provided in kind	0	0	0	0	0
Pension and other social security contributions	0	0	0	0	0
Compulsory national social security schemes	0	0	0	0	0
Compulsory national health insurance schemes	0	0	0	0	0
Social benefit schemes outside government	0	0	0	0	0
Other personnel payments	0	0	0	0	0
Total	0	0	0	0	1,184,451

Kshs 1,184,451 for compensation of employees who were on contract and are now attached to the various project, they are now paid salaries by contractors

6 Purchase of Goods and Services

	2023/2024			2022/2023	Cumulative to- date
	Payment made by the entity in cash	Payment made by the third parties	Total Payments	Total Payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Utilities, supplies and services	2,343,076	-	2,343,076	4,046,658	13,621,800
Communication, supplies and services	4,991,697	-	4,991,697	-	19,329,333
Domestic travel and subsistence	55,749,551	-	55,749,551	29,591,214	209,095,373
Foreign travel and subsistence	-	-	-	-	1,713,306
Printing, advertising and – information supplies & services	1,860,958	-	1,860,958	5,080,217	33,722,254
Training payments	897,666	-	897,666	815,340	6,512,483
Hospitality supplies and services	3,286,750	-	3,286,750	3,016,900	8,773,110
Insurance costs	-	-	-	-	865,325
Consultancy Services		149,491,204	149,491,204	307,657,590	1,708,926,948
Other operating payments	14,916,904	-	14,916,904	2,445,503	35,000,188
Routine maintenance – vehicles and other transport equipment	1,587,190	-	1,587,190	532,007	4,017,251
Fuel Oils and lubricants	3,529,251	-	3,529,251	5,363,000	17,294,251
Furniture & Fittings	-	-	-	3,200,780	6,021,297
Prior year	-	(5,853,106)	(5,853,106)	-	(5,853,106)
Total	89,163,043	143,638,098	232,801,141	361,749,209	2,059,039,813

7 Social Security Benefits

During the 12 months to 30th June 2024, there were no social security benefits

8 Acquisition of Non-Financial Assets

Description	2023/2024			2022/2023		Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	2022/2023	Cumulative to-date	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Purchase of buildings	-	-	-	-	-	-
Construction of buildings	-	-	-	-	-	-
Refurbishment of buildings	-	-	-	-	-	-
Construction of roads	-	-	-	-	-	-
Construction of civil works	-	1,424,569,568	1,424,569,568	1,803,632,508	9,543,814,391	
Overhaul & refurbishment of construction and civil works	-	-	-	-	-	-
Purchase of vehicles & other transport equipment	-	-	-	-	-	-
Overhaul of vehicles & other transport equipment	-	-	-	-	-	-
Purchase of household furniture & institutional equipment	-	-	-	-	-	-
Purchase of office furniture & general equipment	-	-	-	-	-	-
Purchase of specialized plant, equipment and machinery	-	-	-	-	-	-
Rehabilitation & renovation of plant, equipment & machinery	-	-	-	-	-	-
Purchase of certified seeds, breeding stock and live animals	-	-	-	-	-	-
Research, studies, project preparation, design & supervision	-	-	-	-	-	-
Rehabilitation of civil works	-	-	-	-	-	-
Acquisition of strategic stocks	89,327,558	-	89,327,558	122,560,948	475,311,235	
Acquisition of land	-	-	-	-	-	-
Acquisition of other intangible assets	-	-	-	-	-	-
Total	89,327,558	1,424,569,568	1,513,897,126	1,926,193,456	10,019,125,626	

9 Transfers to Other Government Entities

During the 12 months to 30 June 2024, there were no transfers of funds to reporting government entities

10 Other Grants and Transfers and Payments

During the 12 months to 30th June 2024, there were no other grants, transfers and payments

11 Cash and Cash Equivalents Carried Forward

The were no cash balances brought forward from the previous year. However, the program borrowed Ksh 74,716,586 from other GOK project funds.

11 (A) Bank Accounts

Project Bank Accounts

The program has no special account.

Special Deposit Accounts

The program has no special account, thus no special deposit balances and no movement schedule prepared as at 30th June 2024.

11 (B) Cash in Hand

There were no cash in hand as at 30th June 2024.

11 (C) Cash equivalents (short-term deposits)

The were no short-term deposits as at 30th June 2024.

12 Imprests and Advances

There were no imprests issued or outstanding staff advances during the year.

13 Deposits and Retention Monies

S/No	Contractor		Totals	
			2023/2024	2022/23
1	Suhufi Agencies-	Kabarnet Lmc	-	2,833,286
2	Wei Construction group ltd	Kapenguria	30,043,417	2,210,632
3	Wei Construction group ltd	Chepararia	18,258,618	18,258,618
4	Shanxi	Migori	24,773,160	15,098,768
5	Shanxi	SIBO	25,179,671	18,987,443
6	Toddy Civil Engineering Co. Ltd	Kakamenga LMC	4,415,174	1,867,526
7	Zhongmei Engineering Group Ltd	Kiptogot-Kolongolo	59,988,723	119,977,442
8	China Railway No.10	Eldoret LMC	28,829,209	19,774,756
9	Riang International	Keroka LMC	9,439,112	9,439,112
10	Nanchang Municipal	Oyugis	28,310,947	56,621,894
11	Sinohydro	Olkalou	58,533,925	51,616,257
12	Jiangxi Transportation	Kendu bay	51,946,592	46,446,282
13	Machiri Ltd	Kipkaren Dam	51,384,235	51,384,235
14	China Railway No.10	Nandi Hills	21,854,089	13,258,183
15	Zhongmei Engineering Group Ltd	Ugunja-ukwala	47,133,825	89,158,546
16	Zhongmei Engineering Group Ltd	Malaba lot 1	32,716,847	32,716,846
17	Stecol Corporation	Malaba lot 2	30,158,289	24,825,442
18	China Railway no 10	Bomet-Mulot	50,268,725	33,272,533
19	China State Construction Engineering	Kilgoris-Lolgorian	25,809,118	21,897,547
	Sub Totals		599,043,676	629,645,348

There were no Deposits

Ageing analysis:	Current 2023/2024 Ksh	% of the Total	Comparative 2022/2023 Ksh	% of the Total
Under one year	487,244,865	81	627,434,716	99.6
1-2 years	111,798,811	19	2,210,632	0.4
Total	599,043,676		629,645,348	

14 Fund Balance Brought Forward

There were no fund balance forward as at 30th June 2024.

15 Prior Year Adjustment

	Balance b/f Previous FY (audited financial statements)	Adjustments	Adjusted balance b/f Previous FY
Description of the error	Kshs	Kshs	Kshs
Actual Proceeds disbursed July 2022	-	31,250,000	31,250,000
Miscellaneous receipts (as per FS)	24,975,985	-	(24,975,985)
Total	24,975,985	31,250,000	6,274,015

	Balance b/f Previous FY (audited financial statements)	Adjustments	Adjusted balance b/f Previous FY
Description of the error	Kshs	Kshs	Kshs
Loan from External Development Partner	2,088,143,176	2,082,290,070	(5,853,106)
Total	2,088,143,176	2,082,290,070	(5,853,106)

- (i) The omission of Ksh 6,274,015 relates to amounts of GoK receipt recorded as Ksh 24,975,985 under miscellaneous income instead of ksh 31,250,000 in the Financial Statements of 2022/23.
- (ii) The error on amount of Ksh 5,853,106.44 relates to loan payments made on account of Seureca EA Consultant for Chepararia-Makutano earlier captured in the FS of 2020/21 and erroneously recorded in the 2021/22 now corrected in the project funds 2023/24.

16 Changes in Receivable

There were no receivables during there year.

17 Changes in Accounts Payable

Description of the error	2023/-2024	2022/2023
	Kshs	Kshs
opening accounts payables 30 th June 2023	433,366,650	-
Closing accounts payables as at 30 th June 2024	680,468,502	433,366,650
Change in payables	(247,101,852)	433,366,650

Other Important Disclosures

18 Pending Accounts Payable (See Annex 3a)

Description	Balance b/f	Additions for the	Paid during the	Balance c/f
	FY 2022/2023	period	year	FY 2023-2024
	Kshs	Kshs	Kshs	Kshs
Construction of buildings	-	-	-	-
Construction of civil works	348,174,412	1,550,466,966	1,424,569,568	474,071,809
Supply of goods		76,692,374	24,967,000	51,725,374
Supply of services	85,192,238	188,350,178	124,524,204	148,818,213
			(5,853,106)	
Total	433,366,650	1,815,509,518	1,568,207,666	674,615,396

19 Pending staff Payables (See Annex 3b)

There was no pending staff payable at the close of the period.

20 Other Pending Payables (See Annex 3c)

Description	Balance c/f	Additions	Paid during	Balance C/F
	FY 2022/2023	for the	the year	FY 2023/24
	Kshs	period	Kshs	Kshs
	a	b		
Land Compensation	16,608,632	91,703,558	89,327,558	18,984,632
Total	16,608,632	91,703,558	89,327,558	18,984,632

21 External Assistance

a). External assistance relating loans and grants

Description	FY 2023/2024	FY 2022/2023
	Kshs	Kshs
External assistance received as loans	1,568,207,666	2,088,143,176
External assistance received as grants	-	23,146,922
Total	1,568,207,666	2,111,290,098

b) Undrawn external assistance

Description	Purpose for which the undrawn external assistance may be used	FY 2023/2024	FY 2022/2023
		Kshs	Kshs
Undrawn external assistance -loans	Payment for use of goods and civil works	4,638,330,616	6,206,538,281
Undrawn external assistance -grants	Payment for use of goods	-	66,901,858
Total		- 4,638,330,616	6,273,440,139

c) Classes of providers of external assistance

Description	FY 2023/2024	FY 2022/2023
	Kshs	Kshs
Multilateral donors	1,671,981,681	2,111,290,098
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	1,671,981,681	2,111,290,098

d). non-monetary external assistance

There was no. non-monetary external assistance at the close of the period

e). Purpose of external assistance

There was no external assistance.

f). External Assistance paid by Third Parties on behalf of the Entity by Source

There was no external assistance paid directly by third parties to settle obligations on behalf of the entity during the period.

22 Payments by third party on behalf of the project.

22.1 Payment for goods and services by third party on behalf of the project

S/No	Supplier of Good and Services	Consultant/Supplier	TOTALS	TOTALS
			2023/2024	2022/23
1	Consultancy Services for Olkalou Town Sewerage Project	Scet Tunise	14,131,942	19,476,055
2	Consultancy for Kapenguria	Seureca East Africa Kapenguria	8,188,473	44,801,882
3	Consultancy Services for Narok Town Sewerage	Mangat I.B Patel Narok Town	-	26,642,138
4	Consultancy services for Communication	Sleek Sourcing	-	14,847,000
5	Consultancy Services for Monitory and Evaluation	Evans Kipchumba Lokapel	-	9,850,863
6	Consultancy for Kiptogot-Kolongolo Water Supply Project	SgI Studio Galli ingeneria	8,905,192	3,441,043
7	Consultancy services for Kipkarren Dam	Seureca East Africa kipkaren	-	19,841,359
8	Consultancy Services for Eldoret and Kakamega Towns	Smec Kenya Limited	6,429,197	24,672,154
9	Consultancy for Malaba Lot 1 &2	Saman Corporation	-	5,927,587
10	Consultancy for Oyugis & Kendu Bay	Howard Humpreys	-	13,357,939
11	Consultancy for Ugunja Ukwala Sega Water Supply Project	Seureca East Africa	-	20,157,361
12	Consultancy for LMC Siaya,Bondo,Isebania & Keroka	CAS Consultant	13,311,724	6,655,862
13	Supply of Lab Equipments for LVSSB	Nariana Enterprises Limited	-	38,538,690
14	Consultancy Services for Bomet-Mulot W/S project.	Howard Humpreys	2,324,008	9,296,035
15	Consultancy serices for Amaya Dam	Beta Studio	-	16,533,269
16	Consultancy for Eldama Ravine	Korean Engineering Consulting	-	10,068,629
17	Consultancy for Kitale Town sewerage project	Mangat I.B Patel (MIBP) LTD	-	2,280,976
18	Kapsabet,Nambale Webuye	Proscel Engenharia	-	5,662,141
19	Consultancy for Two rivers dam	Runji Consultant	-	15,606,608
20	Consultancy for Kilgoris Lolgorian and Nandi Hills	Gibb Africa	24,015,347	-
21	Enterprise Resource Planning (ERP)	Impax Business Solution	3,290,664	-
22	Supply of Non-Revenue Water Equipment LVNWWDA	Kinetics Engineering Ltd	24,967,000	-
23	Consultancy for Business Plan	Eliud and Associates	20,846,000	-
24	Consultancy services for Bergei Dam Water Supply Project	CAS Consultant	23,081,658	-
25	Consultancy services for Kapenguria Project (correctly reported 2020/21 and by error in 2021/22) prior yr Adjustment	Seureca East Africa	(5,853,106)	-
TOTALS			143,638,098	307,657,591

5.2 Acquisition of Non-Financial Assets made by third party on behalf of the project.

S/No	Contractor	Project Name	2023/2024	2022/2023
1	Suhufi Agencies ltd in JV with Bloomerg	Kabarnet Town Last Mile Connectivity	2,833,286	43,940,633
2	Weihai Construction Company Ltd	Chepareria Town Sewerage Project	-	76,044,795
3	Sinohydro Construction Limited	Olkalou Town Water Supply & Sanitation Project	153,186,122	76,505,737
4	Sinohydro Construction Limited	Narok Town Sewerage Project	-	2,838,191
5	Weihai Construction Company Ltd	Kapenguria Town Sewerage Project	241,910,910	-
6	Zhongmei Engineering Group Limited	Kiptogot-Kolongolo Water Supply Project	125,859,514	248,371,427
7	Zhongmei Engineering Group Limited	Malaba Town Water Supply project	162,114,319	175,743,915
8	China Railway No 10 Engineering Group	Eldoret Town Last Mile Connectivity	64,506,426	134,322,245
9	Stecol Corporation	Malaba Town Sewerage Project (Lot 2)	47,996,048	45,573,951
10	Machiri Ltd	Kipkaren Dam water Supply Project	-	87,622,683
11	Shanxi Geological Engineering Exploration	Siaya & Bondo Towns Water Supply Project	56,019,779	65,111,632
12	Nanchang Foreign Eng Co Kenya Ltd	Oyugis Water Supply and Sewerage Project	56,976,073	119,393,075
13	China State Construction Eng Co Ltd	Kilgoris-Lolgorian Water Supply Project	54,145,306	89,907,040
14	China Railway No 10 Engineering Group	Bomet-Mulot Water Supply & Sewerage Project	153,035,924	299,382,594
15	Jiangxi Transportation EGINEERING Ltd	Kendu Bay Water Supply & Sanitation Project	49,502,792	91,508,222
16	China Railway No 10 Engineering Group	Nandi Hills Water Supply and Sewerage Project	34,920,684	60,698,088
17	Zhongmei Engineering Group Limited	Ugunja-Ukwala-Sega water supply Project	93,115,771	139,756,614
18	Riang International Group Limited	Keroka Town Water Supply Project	33,586,232	53,062,403
19	Shanxi Geological Engineering Exploration	Migori-Isebania Town Water Supply Project	55,123,824	19,759,306
20	Toddy Engineering Limited	Kakamega Town Last Mile Connectivity Project	39,736,557	-
	Sub Totals		1,424,569,568	1,829,542,549

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22.3 Unrecovered advance

S/No	Contractor	Project	Advance Payment	Repayment of Advance	Advance Payment Balance 2024	Advance Payment Balance 2023
1	Sinohydro Corporation Ltd -	Narok Town sewerage project	295,556,065	295,556,065	-	-
2	Zhongmei Engineering Group Ltd-	Ugunja-Ukwala-Sega WSP	209,371,747	209,371,747	-	-
3	Sinohydro Corporation Ltd	Olkalou Town WSP	117,987,438	117,987,438	-	-
4	Jianxi Transportation Engineering group	Kendu-Bay WSP	116,194,717	116,194,717	-	-
5	Nanchang Municipal Engineering	Oyugis WSP	121,764,509	121,764,509	-	-
6	Zhongmei Engineering Group Ltd	Kiptogot-Kolongolo WSP	240,008,615	240,008,615	-	-
7	Shanxi Geological engineering	Migori-Isebania Towns LMC	55,410,597	55,410,597	-	23,551,571
8	Riang International group	Keroka Town LMC	22,861,999	22,861,999	-	-
9	Weihai construction group -	Chepareria Town Sewerage	43,419,240	43,419,240	-	-
10	Suhufi Agencies ltd in JV with Bloomerg	Kabarnet Town LMC	22,666,284	22,666,284	-	-
11	Zhongmei Engineering Group Ltd	Malaba Town WSP	130,867,384	130,867,384	-	32,716,845
12	China States Corporation Ltd	Kilgoris-Lolgorian WSP	103,236,470	55,384,590	47,851,880	72,077,813
13	China Railway No.10 Corporation Ltd	Bomet-Mulot WSP	356,652,162	-	356,652,162	356,652,162
14	Stecol Corporation-lot II	Malaba Town Sewerage	61,391,269	61,391,269	-	26,868,752
15	China Railway No.10 Corporation Ltd	Eldoret Town LMC	35,689,196	28,829,209	6,859,987	15,239,819
16	Wei Construction group ltd-	Kapenguria Town Sewerage	96,422,027	39,135,528	57,286,499	96,422,027
17	Machiri Ltd	Kipkaren Dam WSP	118,575,869	26,351,696	92,224,173	92,224,173
18	China Railway No 10- Corporation Ltd	Nandi Hills WSP	56,174,241	56,174,241	-	42,443,055
19	Siaya Bondo Shanxi	Siaya-Bondo Towns LMC	53,062,403	53,062,403	-	-
20	Toddy Engineering Co Ltd	Kakamega Town LMC	-	-	-	-
	Sub Totals		1,961,756,167	1,400,881,466	560,874,701	758,196,217

23 Related Party disclosures

There are no related party disclosures

24 Contingent Liabilities

There were no contingent liabilities reported.

13 Annexes

Annex 1 Prior Year Auditor's Recommendations

Ref No.	Issue/Observations from Auditor	Management comments	Status:	Time frame:
1.	<p>Budgetary performance and control</p> <p>The statement of comparative budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs. 2,664,000,000 and Kshs.2,276,266,082 respectively resulting to and under-funding of Kshs.387,733,918 or 15% of the budget. Similarly, the project expended Kshs.2,287,942,664 against an approved budget of Kshs. 2,664,000,000 resulting to an under-expenditure of Kshs.11,676,582 or 0.43% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.</p>	<p>The statement of comparison of budget and actual amount received has now been corrected to reflect budgeted figure ksh 2,664,000,000 against actual receipts of ksh2,276,266,082</p>	Not Resolved	
	<p>Unresolved Prior Years Audit Issues</p> <p>In the audit of the previous year, several paragraphs were raised under the report on the Financial Statements. However, the issues remained unresolved as parliament has not deliberated on the same. In the circumstances, the issues remain outstanding.</p>	<p>The Agency had not been invited to present its Audit Report 2021/2022, the matters raised remain unresolved and no indication of time frames assigned</p>	Not Resolved	

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3	<p>Lack of a Project Designated Bank Account The statement of financial Assets at 30 June, 2023 reflects bank balance of Kshs.16,289,729. However, no cash book, bank reconciliation statements and certificate of bank are maintained in respect of balance. Further, as reported in the previous year, the Programme does not maintain a designated bank account and its activities funded by GOK are undertaken through the implementing Agency (Central Rift Valley Water Works Development Agency) bank account. This is contrary to clause 1.2(j) and (h) of the subsidiary loan agreement between the government of Kenya and the agency which provides that a local and foreign currency bank accounts shall be opened for the purpose of receiving the portion of loan from the government and development partners. In the circumstances, the project Management was in breach of the law and further it was not possible to confirm the nil bank balance.</p>		<p>There was a delay in opening and operating a separate bank account. However, the project now has a designated bank account that was operated in December 2022.</p>	Resolved	Dec 2022	
4	<p>Delayed Projects Implementation Review of records provided on ten (10) projects revealed the following matters affecting successful implementation of the projects as shown below: Failure to implement projects as planned may have negatively impacted on delivery of goods and services to the residents of Kenya.</p> <p>a. Keroka Town Water Supply Last Mile Connectivity as previous reported Advance payment of Kshs. 22,861,999 paid to the contractor attached by Kenya Revenue Authority leading to project stoppage which remains unresolved</p> <p>b. Kabarnet Last Mile Connectivity Kshs. 45,122,857 or 39% of the contract relates to discretionary expenditure. Retention of Kshs. 2,833,286 paid before completion of all works and lapse of default liability period. Variation of</p>	<p>a. Keroka town water supply last mile connectivity their matter with KRA appeared resolved as the project is ongoing. Advance payment was made and IPC2 has also been processed.</p> <p>b Kabarnet last mile connectivity discretionary expenses form part of the overall contract and they include preliminary expenses as provided for at</p>	Resolved	Not Resolved		

	<p>Kshs. 7,022,368 paid without following proper procedures</p> <p>c. Acquisition of land Land acquired without seeking the approval of the land commission. Further, land valued at Kshs.28,877,000 differed with the negotiated price of Kshs. 71,610,980 resulting to excess payments of kshs. 42,733,980. As previously reported, 32.17 acres valued at Kshs. 61,784,802 remain unpaid thereby negatively affecting project implementation.</p> <p>d. Kipkaren Dam Treatment Works and Associated Pipeline Water Project Total payments of KSHS.767,104,954 includes advance payment of Kshs. 95,766,392 not supported by a valid bank guarantee. The recoverability of the advance is therefore doubtful. The project has stalled</p> <p>e. Bomet Mulot Water Supply and Sanitation Project Advance</p>	<p>contract signing. The defect liability period commenced and the contract provides for release of a % retention upon providing a partial completion certificate. The contract is a measurable contract, the bill of quantities as provided in the contract is a guide to requirements, prices may vary in the market. The motor vehicle is under procurement processes.</p> <p>c The Agency engages Ministry of lands in undertaking all valuations The variations in the figures captured in the valuation reports and the sale agreements arise due to negotiations held with individual land owners. National Land Commission only comes in when the above process of negotiation fails. Further, there were delays in counterpart funding for compensation of negotiated parcels and this led to price escalations and inclusion of disturbance all allowance as required by the World Bank Integrated social safeguards standards (ISS)</p> <p>d Kipkaren dam treatment works and associated pipeline water project The advance payment was recalled before its validity period but the contractor moved to court to block. The matter is in arbitration as provided for in the contract.</p> <p>e Bomet mulot water supply and</p>	<p>Not Resolved</p> <p>Resolved</p> <p>Resolved</p>	
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	<p>payment of Kshs.356,652,161 issued to contractor does not match certified works.</p> <p>f. Oyugis Water Supply and Sanitation Project Project variation of Kshs.72,569,718 not supported by relevant approvals and with no objection letter from donor.</p> <p>g. Cheparareira Sewerage Project Variations of Kshs. 13,741,053 not recommended by the tender evaluation committee.</p> <p>h. Malaba Water Supply Project Lot 1 Lack of access and wayleaves for sections of the project are delaying implementation.</p> <p>i. UgunjaSega Ukwala Water Supply Payments made in excess of bills of quantity price Kshs.24,510,076 and change of scope variation of Kshs.81,974,434</p>	<p>sanitation project advance payment of ksh 356,652,161 as provided for in the contract is for mobilization and other items and will be recoverable once actual works commence as stipulated in the contract agreements.</p> <p>f Oyugis water supply and sanitation project The variation procedures is as provided for using the ADB rules</p> <p>g Chepararia sewerage project The variation procedures is as provided for using the ADB rules</p> <p>h Malaba water supply project lot 1 The delay in land and wayleave acquisition was due to inadequate counterpart and prolonged succession processing by the affected landowners. The additional quantities for the raw water mains resulted to utilization of contingency sum of ksh 25,207,984 which was approved through the contractual processes and is correspondence available for verification. The m/vehicles were and the log books for the 3 No. 4WD twin cabs for the resident engineer and 2 No 175cc motorbikes are available for audit verification.</p> <p>i Ugunja-Sega Ukwala water supply & sanitation project There was use of provisional sum as provided in the contract as savings from previous IPC supporting payment of bills. The performance security was validated</p>	<p>Resolved</p> <p>Resolved</p> <p>Not Resolved</p> <p>Not Resolved</p>	
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	j. Kiptogot Kolongo Water Supply Variations of Kshs.90,476,269 and change of scope Kshs.59,259,939 made without following due process. Pending works of Kshs.85,156,407 remain incomplete and unfunded	upto 31 st March 2024 and document available for verification. j Kiptogo -kolongolo water supply The variation procedures is as provided for using the ADB rules	Resolved	
5	<p>Delay in Programme Funding</p> <p>The programme was advanced loans and grants for a duration of five years with effect from 9 January, 2017 to 31 December, 2021 but subsequently extended to 31 December, 2025. However, out of the total donor commitment total loan balance of Kshs.15,953,306,157 only Kshs. 9,679,886,018 (or 61%) has been disbursed leaving a balance of Kshs. 6,273,440,139 undrawn. Equally, out of the total Government of Kenya counterpart funding balance of Kshs. 2,073,227,699 only Kshs.569,059,620 (or 27%) leaving undrawn balance of Kshs.1,504,168,049. In the circumstances, the delay in funding will negatively affect the implementation and overall achievement of the programme’s objectives considering the limited period remaining before its closure. The project may not be able withdraw and absorb the remaining funding within the remaining period</p>	The total disbursed donor ksh 9,679,866,018 and GoK ksh 652,785,605 leaving undrawn donor fund of ksh 6,273,440,139 and GoK ksh 1,420,442,094.	Not resolved	

Remarks

The Agency has not been invited to present its Audit Report 2021/22, the above appendix has therefore not been completed



CPA Douglas K Murei
Ag. Chief Executive Officer



Eng. Joseph M Salee
Program Coordinator

Annex 2 - Variance Explanations - Comparative Budget and Actual Amounts for FY 2023-2024

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Of Utilization	Comments on Variance(below 90% and above 100%)
Receipts	a	b	c=a-b	d=b/a %	
Transfer from Government entities	290,000,000	97,500,000	192,500,000	33.62%	Supplementary budget cuts. Plus late disbursement of Ksh 71,250,000 received July 2024
Proceeds from domestic and foreign grants	-	-	-		
Loan from external development partners	2,332,000,000	1,574,060,772	757,939,228	67.50%	Delayed progress in Kipkaren works due to a court matter affected overall progress.
Prior Year Adjustment Donor	-	(5,853,106)	5,853,106		error correction on funds recorded
Prior Year Adjustments GoK	-	6,274,015	(6,274,015)		error correction on GoK funds receipts
Total Receipts	2,622,000,000	1,671,981,681	950,018,319	63.77%	Delayed progress Kipkaren works due to a court matter affected overall progress.
Payments					
Compensation of employees	-	-	-		
Purchase of goods and services	393,300,000	238,654,247	154,645,753	61%	Overall progress affected by delays in; • Kipkaren works due to a court matter. Bomet-Mulot due to EACC investigation
Social security benefits	-	-	-	0	
Acquisition of non-financial assets	2,228,700,000	1,513,897,126	714,802,874	68%	Overall progress affected by delays in;

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	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Of Utilization	Comments on Variance(below 90% and above 100%)
	a	b	c=a-b	d=b/a %	
Receipts					<ul style="list-style-type: none"> • Kipkaren works due to a court matter. Bomet-Mulot due to EACC investigation
Transfers to other government entities	-	-	-	0	
Prior Year Adjustments (Donor)	-	(5,853,106)	5,853,106	0	Error correction on goods and services earlier recorded twice
Total payments	2,622,000,000	1,746,698,267	875,301,733	0.61	
Total Surplus/deficit			74,716,586		

Annex 3: Reconciliation of Inter-Entity Transfers

a) Government Funding

	2023/2024	Remarks
	Kshs	
Counterpart funding through Ministry of Water, Sanitation & Irrigation		
Counterpart funds	97,500,000	Counterpart fund
Miscellaneous receipts	-	Counterpart fund
Prior Year Adjustment (Counterpart funds)	6,274,015	Counterpart fund
Total	103,774,015	

b) Direct payments

Grants	-	
Loans	1,568,207,666	Statement of confirmed disbursed
External assistance received in kind- as payment by third parties	-	
Sub Total	1,568,207,666	

The project does not have a separate bank account or a special account whose amounts can be reconciled with the parent Ministry, the State Department of Water, however the table represents line budgetary allocations disbursements for the project and among the disclosures is the statement of confirmed disbursements.



Eng Joseph M Salee
Program Coordinator



CPA Grace J Bowen
Manager- Finance
 ICPAK No 6480

Annex 4a - Analysis of Pending Bills

N O	Supplier of Goods & Services	Supplier of Goods and Services	Date Contracted	Opening Balance	Additions for the year (Ksh)	Payments for the year 2023/24 (Ksh)	Outstanding Balance 30th June 2024 (Ksh)	IPC Paid
				2023/2024 (Ksh)				6/30/2024
				a	a	b	c	
	Projects	Construction of Civil Works					-	
1	Narok Town Sewerage	Sinohydro Corporation	12/20/2018	-	-		-	
2	Kabarnet Town LMC	Suhufi Agencies Jv Bloomerg	2/25/2021	2,833,286	-	2,833,286	-	IPC 5
3	Malaba Water Supply Project (LOT I)	Zhongmei Engineering Group Ltd	9/3/2020	64,444,873	97,669,445	162,114,318	-	IPC 10
4	Chepaperia Sewerage Project	Wei Construction group ltd	5/15/2020	-	39,926,018	-	39,926,018	IPC 5
5	Siaya Bondo Town LMC	Shanxi Geological	11/9/2020	-	56,019,779	56,019,779	-	-
6	Kilgoris-Lolgorian sewerage & WSP	China states Corporation	7/30/2020	17,437,792	36,707,513	54,145,305	-	IPC 8
7	Olkalou Sewerage Project	Sinohydro- Olkalou	5/15/2020	61,660,153	91,525,969	153,186,122	-	IPC 9
8	Kiptogot-Kolongolo Water Supply	Zhongmei Engineering Group Ltd	11/15/2018	-	125,859,513	125,859,513	-	IPC 11
9	Bomet-Mulot Sewerage & WSP	China Railway No.10 Co Ltd	3/1/2022	93,754,557	97,885,588	153,035,924	38,604,221	IPC 6
10	Kipkaren Dam water supply	Machiri Company Ltd	0	-	176,214,436	-	176,214,436	IPC 10
11	Malaba Sewerage Project	Stecol Corporation	4/11/2021		68,179,341	47,996,048		IPC 8

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	Supplier of Goods & Services	Supplier of Goods and Services	Date Contracted	Opening Balance	Additions for the year (Ksh)	Payments for the year 2023/24 (Ksh)	Outstanding Balance 30th June 2024 (Ksh)	IPC Paid
				2023/2024 (Ksh)				6/30/2024
	(LOT II)			-			20,183,293	
12	Eldoret Town Last Mile Connectivity	China Railway No.10 Co Ltd	11/20/2020	30,691,883	56,529,372	64,506,425	22,714,830	IPC 9
13	Keroka Water Supply LMC	Riang International	9/17/2020	33,652,524	(66,293)	33,586,231	-	IPC 3
14	Ugunja-Ukwala- Sega WSP	Zhongmei Engineering Group Ltd	7/8/2018	-	93,115,772	93,115,772	-	IPC 10
15	Oyugis Town WSP	Nanchang Municipal Co Ltd	9/13/2018	25,024,086	64,436,669	56,976,073	32,484,682	IPC 11
16	Kakamega LMC	Toddy Civil Engineering	4/10/2021	18,675,258	21,061,300	39,736,558	-	IPC 2
17	Kendu Bay Town WSP	Jianxi transportation eng Ltd	10/16/2018	-	75,476,088	49,502,792	25,973,296	IPC 11
18	Nandi Hills Town WSP	China railway 10	7/28/2020	-	67,547,536	34,920,685	32,626,851	IPC 12
19	Migori-Isebania Towns LMC	Shanxi Geological	12/13/2018	-	63,517,963	55,123,825	8,394,138	IPC 5
20	Kapenguria Town Sewerage Project	Wei Construction group ltd	5/15/2020	-	318,860,956	241,910,912	76,950,044	IPC 5
Sub Totals				348,174,412	1,550,466,965	1,424,569,568	474,071,809	
	Services/Goods	Supplier of Services						-
1	Consultancy for Malaba Lot 1 &2	Saman Corporation	9/14/2017	5,927,587	11,855,170	-	17,782,757	IPC 8
2	Mumias -Kimilili Towns Consultancy	SMEC Corporation	2/20/2019	-	5,924,550	-	5,924,550	-
3	Supply for NRW for LVNWWDA	Kinetics Engineering Ltd	4/22/2022	24,967,000	-	24,967,000	-	IPC 1

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	Supplier of Goods & Services	Supplier of Goods and Services	Date Contracted	Opening Balance	Additions for the year (Ksh)	Payments for the year 2023/24 (Ksh)	Outstanding Balance 30th June 2024 (Ksh)	IPC Paid
				2023/2024 (Ksh)				6/30/2024
4	Kiptogot-Kolongolo WSP Consultancy	SIGI Studio Galli	11/9/2017	-	8,905,191	8,905,191	-	IPC 9
5	Consultant for Kipkarren Dam	Seureca East Africa-Kipkarren	5/9/2017	-		-	-	-
6	Consultancy for Monitory and Evaluation	Evans Lokapel	6/4/2021	-	4,250,538	-	4,250,538	IPC 3
7	Consultancy for Ugunja Ukwala sega WSP	Seureca East Africa-Ugunja	10/27/2017	-		-	-	-
8	Consultancy for Kapenguria Town Sewerage	Seureca East Africa-Kapenguria	10/7/2018	-	15,817,027	8,188,473	7,628,554	IPC 9
9	Consultancy Services for Olkalou Town Sewerage Project	SCET Tunisie	9/7/2018	14,331,942		14,131,942	-	IPC 9
10	Enterprise Resource Planning (ERP)	Impax Business Solution Ltd	2/20/2020	3,290,664		3,290,664	-	IPC 3
11	Consultancy for LMC Siaya,Bondo,Isebania & Keroka	Cas Consultant	2/20/2019	6,655,862	6,655,862	13,311,724	-	IPC 7
12	Consultancy for Kilgoris Lolgorian and Nandi Hills	Gibb Africa	5/9/2017	30,019,183	12,007,520	24,015,347	18,011,356	IPC 10
13	Supply of Lab Equipments for CRV	Nariana Enterprises Limited	3/25/2021	-	9,123,651	-	9,123,651	IPC 1
14	Consultancy serices for Amaya Dam	Z & A Consulting JV Beta Studio	9/13/2018	-		-	-	IPC 5
15	Consultancy for Eldama Ravine	Korean Engineering Consulting	7/2/2018	-		-	-	IPC 4
16	Kapsabet,Nambale	Proscel Engenharia	10/3/2018		11,324,282	-		IPC 4

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	Supplier of Goods & Services	Supplier of Goods and Services	Date Contracted	Opening Balance	Additions for the year (Ksh)	Payments for the year 2023/24 (Ksh)	Outstanding Balance 30th June 2024 (Ksh)	IPC Paid
				2023/2024 (Ksh)				6/30/2024
	Webuye	JV Kiri		-			11,324,282	
17	Consultancy for Two rivers dam	Runji Consultant	4/18/2019	-	3,126,774	-	3,126,774	IPC 4
18	Consultancy for kitale town sewerage	Mangat I.P	5/15/2020	-		-	-	IPC 5
19	Consultancyfor Bomet-Mulot WSP	Howard Humpreys	9/5/2017	-	2,324,008	2,324,008	-	IPC 7
20	Consultancy for Oyugis & kendu bay WPS	Howard Humpreys-Oyugis	5/9/2017	-	13,357,940	-	13,357,940	IPC 10
21	Consultancy Services for communication	Sleek sourcing	9/27/2021	-		-	-	IPC 2
22	Consultancy for Kabarnet town sewerage	Mangat I.P	9/14/2017	-	1,857,376	-	1,857,376	IPC 12
23	Consultancy Eldoret Town LMC	SMEC Corporation	3/12/2019	-	8,295,840	6,429,197	1,866,643	IPC 12
24	Supply for NRW for CRVWWDA	Kinetics engineering Ltd	4/22/2022	-	42,601,724	-	42,601,724	IPC 1
25	Consultancy for Business Plan	Eliud & Associates	5/31/2023	-	46,903,500	20,846,000	26,057,500	IPC 5
26	Consultancy for Training	NRVWWDA	8/4/2022	-	9,830,192	-	9,830,192	IPC 1
27	Consultancy for Bergei Dam	CAS Consultant	6/21/2018	-	50,881,408	23,081,658	27,799,750	IPC 3
28	Consultancy services for Chepareria-Makutano (correctly reported 2020/21 and by error in 2021/22) prior yr Adjustment	Seureca East Africa	23/6/2021			(5,853,106)		

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	Supplier of Goods & Services	Supplier of Goods and Services	Date Contracted	Opening Balance 2023/2024 (Ksh)	Additions for the year (Ksh)	Payments for the year 2023/24 (Ksh)	Outstanding Balance 30th June 2024 (Ksh)	IPC Paid 6/30/2024
	SUB TOTALS			85,192,238	265,042,553	143,638,098	200,543,587	-
	TOTALS			433,366,650	1,809,456,412	1,568,207,666	674,615,396	-

Annex 4b - Analysis of Pending Staff Bills

There are no pending staff bills.

Annex 4c Analysis of pending Bills for Land Compensation

No	PAYEE	Outstanding Balance	Original Amount (Ksh)	Amount Paid To-Date (Ksh)	Outstanding Balance
		2,023 (Ksh)			2,024 (Ksh)
1	Theresia Nkunini Kapario	120,000	-	-	120,000
2	Peter Kipkemoi Ngasura	1,391,247	-	-	1,391,247
3	Ngeno Hillary Kipkirui	132,600	-	-	132,600
4	David Kiplangat Chepkwony	75,000	-	-	75,000
5	Fredric Omondi Opundo	165,000	-	-	165,000
6	Eunice Juma Obiero/Erick Otieno Odhiambo	105,000	-	-	105,000
7	Milicent Akinyi Otieno	105,000	-	-	105,000
8	Joseph Lemaiyan ole Masage	75,000	-	-	75,000
9	Hezron Plimo Sortum	4,845,000	-	-	4,845,000
10	Geoffrey Pkutat Sortum	4,335,000	-	-	4,335,000
11	Charles Murage	1,199,385	-	-	1,199,385
12	Mathathi Cattle Dip	2,261,400	-	-	2,261,400
13	Daniel Irungu Christina	200,000	-	-	200,000
14	Mary Kimingi	420,000	-	-	420,000
15	Mary Wanjiku Njuguna	1,179,000	-	-	1,179,000
16	Gentamary Amentono	-	3,350,000	2,847,500	502,500
17	Francis Omwene Juma	-	920,000	782,000	138,000
18	Africanus Emoit Barasa	-	1,850,000	1,572,500	277,500
19	John Ywapale Lopoyetum	-	3,600,000	3,060,000	540,000

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No	PAYEE	Outstanding Balance	Original Amount (Ksh)	Amount Paid To-Date (Ksh)	Outstanding Balance
		2,023 (Ksh)			2,024 (Ksh)
20	Malaba Lot II	-	6,120,000	5,202,000	918,000
21	Malaba Lot II	-	120,000	120,000	-
22	Goaz Munandi Khaisies-malaba Lot II	-	637,500	637,500	-
23	Bomet Mulot 63 PAPs Crop compensation	-	21,650,052	21,650,052	
24	Bomet Mulot 1 PAPs Crop compensation	-	7,437,500	7,437,500	
25	Bomet Mulot 33 PAPs Crop compensation	-	350,000	350,000	
26	S Mbechi & Co Adv.-Kendu bay	-	150,000	150,000	-
27	Olkalou Sewerage -Odhiambo & Odhia Adv.	-	300,000	300,000	-
28	Ochan Ajigo- Narok Sewerage	-	350,000	350,000	-
29	KFS Kiptogot	-	1,064,958	1,064,958	-
30	Chepararia	-	695,100	695,100	-
31	Malaba Lot I crop compe	-	4,593,988	4,593,988	-
32	Kapenguria 43 Paps crop	-	26,476,460	26,476,460	-
33	Eldoret Last Mile 15 PAPs Crop	-	12,038,000	12,038,000	-
	TOTALS	16,608,632	91,703,558	89,327,558	18,984,632

Annex 5– Summary of Fixed Assets Register

Asset class	Opening Cost	Donations in form of assets	*Purchases/ Additions in the Year	Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	Closing Cost
	2022/23	2022/23	2022/23	2022/23	2022/23	2022/23
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+(c)+(-)d
Land	385,983,678	-	89,327,558	-	-	475,311,236
Buildings and structures	143,422,630	-	7,462,315	-	-	150,884,945
Transport equipment	284,767,499	-	32,733,407	-	-	317,500,906
Office equipment, furniture and fittings	9,322,436	-	8,621,807	-	-	17,944,243
ICT Equipment,	11,476,772	-	1,882,717	-	-	24,604,016
Other Machinery and Equipment	12,809,961	-	3,173,281	-	-	15,983,242
Heritage and cultural assets	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-
Infrastructure assets roads, rails	-	-	-	-	-	-
Intangible assets	(106,156,578)	-	-	-	-	(106,156,578)
Work in Progress	7,941,195,768	-	1,370,696,042	-	-	9,311,891,810
Total	8,682,822,165	-	1,513,897,126	-	-	10,207,963,820

Annex 6 Contingent Liabilities Register

There were no contingent liabilities related issues during the year

Annex 7 Reporting of climate relevant expenditures.

Project Name	Project Description	Project Objectives	Project Activities					Source of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
Kapenguria - Makutano Sewerage Project	Construction of sewerage treatment plant and sewer lines in Kapenguria - Makutano Town	To improve sanitation and improve quality of life of people living in Kapenguria and Makutano towns and its environs	- Tree Planting - Capacity building on proper waste disposal and management - Slope protection to reduce erosion			730,000	1,415,000	Project bill item on environmental management and climate change	CRVWWDA, County Government, Water Service Provider, NEMA, WRA and the Local Community.
Chepareria Sewerage Project	Construction of sewerage treatment plant and sewer lines in Chepareria Town	To improve sanitation and improve quality of life for people living in Chepareria town and its environs	- Tree Planting - Capacity building on proper waste disposal and management - Slope protection to reduce erosion	350,000	150,000			Project bill item on environmental management and climate change	CRVWWDA, County Government, Water Service Provider, NEMA, WRA and the Local Community

Annex 8 Reporting Disaster Management Expenditure

There were no expenditures reported or disaster reported.

Annex 9 Other Support Documents

- i. Bank Reconciliations Statement as at 30th June 2024

14 Appendices

Appendix 1

KENDU BAY WATER SUPPLY AND SANITATION PROJECT

Asset class	Opening Cost	Donations in form of assets	*Purchases/ Additions in the Year	Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	2022/23
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+(c)+(-)d
Land	19,233,140	-	150,000	-	-	19,383,140
Buildings and structures	23,378,432	-	-	-	-	23,378,432
Transport equipment	11,982,430	-	-	-	-	11,982,430
Office equipment, furniture and fittings	110,000	-	3,786,663	-	-	3,896,663
Other Machinery and Equipment	2,438,869	-	913,850	-	-	913,850
Work in Progress	396,502,737	-	44,150,860	-	-	440,653,598
ICT equipment	462,000	-	651,419	-	-	1,113,419
Total	454,107,608	-	49,652,792	-	-	501,321,532



Appendix 2

KIPKARREN DAM WATER SUPPLY AND ASSOCIATED PIPELINE

Asset class	Opening Cost	Donations in form of assets	*Purchases / Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	19,698,750	-		-	-	19,698,750
Transport equipment	34,216,700	-		-	-	34,216,700
Office equipment, furniture and fittings	530,653	-	-	-	-	530,653
ICT Equipment,	525,503	-	-	-	-	525,503
Other Machinery and Equipment	-	-	-	-	-	-
Work in Progress	819,454,761	-	-	-	-	819,454,761
Total	874,426,367	-	-	-	-	874,426,367

Appendix 3

UGUNJA-UKWALA -SEGA WATER SUPPLY AND SANITATION PROJECT

Asset class	Opening Cost	Donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	11,858,500	-	-	-	-	11,858,500
Buildings and structures	-	-	-	-	-	-
Transport equipment	29,717,013	-	-	-	-	29,717,013
Office equipment, furniture and fittings	2,500,000	-	1,046,006	-	-	3,546,006
ICT Equipment,	2,648,000	-	817,299	-	-	3,465,299
Other Machinery and Equipment	-	-	-	-	-	-
Work in Progress	822,001,670	-	91,252,466	-	-	913,254,136
Total	868,725,183	-	93,115,771	-	-	961,840,954

Appendix 4

NAROK TOWN SEWERAGE PROJECT

Asset class	Opening Cost	Donations in form of assets	*Purchases /Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	Closing Cost
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	33,905,090	-	350,000	-	-	34,255,090
Buildings and structures	10,646,286	-	-	-	-	10,646,286
Transport equipment	12,636,445	-	-	-	-	12,636,445
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment,	-	-	-	-	-	-
Other Machinery and Equipment	-	-	-	-	-	-
Intangible assets	-118,310,333	-	-	-	-	-118,310,333
Work in Progress	1,262,396,167	-	-	-	-	1,262,396,167
Total	1,201,273,655	-	350,000	-	-	1,201,623,655

Appendix 5

OYUGIS WATER SUPPLY

Asset class	Opening Cost	Donations in form of assets	*Purchases/ Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	9,057,806	-	-	-	-	9,057,806
Buildings and structures	-	-	-	-	-	-
Transport equipment	15,977,552	-	18,178,607	-	-	34,156,159
Office equipment, furniture and fittings	1,203,826	-	3,114,164	-	-	4,317,990
ICT Equipment,	1,748,869	-	-	-	-	1,748,869
Other Machinery and Equipment	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-
Work in Progress	488,822,995	-	35,683,302	-	-	524,506,297
Total	516,811,048	-	56,976,073	-	-	573,787,122

Appendix 6

KIPTOGOT- KOLONGOLO WATER SUPPLY PROJECT

Asset class	Opening Cost	Donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	#VALUE!	(b)	(c)	(d)	(-d)	(e)=(a)+(b)+c)- (d)=(-)d
Land	2,249,775	-	1,064,958	-	-	3,314,733
Buildings and structures	15,149,753	-	-	-	-	15,149,753
Transport equipment	14,343,706	-	-	-	-	14,343,706
Office equipment, furniture and fittings	1,012,730	-	-	-	-	1,012,730
ICT Equipment,	1,281,930	-	-	-	-	1,281,930
Other Machinery and Equipment	1,972,000	-	-	-	-	1,972,000
Work in Progress	1,269,162,697	-	125,859,514	-	-	1,395,022,211
Total	1,305,172,591	-	126,924,472	-	-	1,432,097,063

Appendix 7

OLKALOU SEWERAGE

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	Kshs	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	87,026,915	-	300,000	-	-	87,326,915
Buildings and structures	-	-	-	-	-	-
Transport equipment	10,427,200	-	-	-	-	10,427,200
Office equipment, furniture and fittings	298,894	-	-	-	-	298,894
ICT Equipment,	1,412,000	-	-	-	-	1,412,000
Other Machinery and Equipment	-	-	-	-	-	-
Work in Progress	390,748,068	-	153,186,122	-	-	543,934,190
Total	489,913,077	-	153,486,122	-	-	643,399,199

Appendix 8

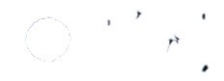
CHEPARERIA SEWERAGE PROJECT

Asset class	Opening Cost	donations in form of assets Ksh	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	25,937,157	-	3,755,100	-	-	29,692,257
Buildings and structures	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment,	-	-	-	-	-	-
Other Machinery and Equipment	-	-	-	-	-	-
Work in Progress	222,978,811	-	-	-	-	222,978,811
Total	248,915,968	-	3,755,100	-	-	252,671,068

Appendix 9

NANDI HILLS WATER SUPPLY AND SANITATION PROJECT

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	3,359,650	-		-	-	3,359,650
Buildings and structures	39,666,557	-		-	-	39,666,557
Transport equipment	15,480,000	-	-	-	-	15,480,000
Office equipment, furniture and fittings	267,465	-		-	-	267,465
Other Machinery and Equipment	1,643,080	-	-	-	-	1,643,080
ICT Equipment,	1,850,000	-	-	-	-	1,850,000
Intangible assets	-	-	-	-	-	-
Work in Progress	91,812,089	-	34,920,684	-	-	126,732,773
Total	154,078,841	-	34,920,684	-	-	188,999,525



Appendix 10

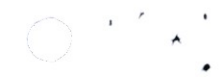
MALABA WATER SUPPLY & SANITATION PROJECT-LOT 1

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	12,105,500	-	4,593,988	-	-	12,105,500
Buildings and structures	16,300,000	-		-	-	16,300,000
Transport equipment	11,468,704	-		-	-	11,468,704
Office equipment, furniture and fittings	229,150	-		-	-	229,150
ICT Equipment,	683,960	-		-	-	683,960
Other Machinery and Equipment	1,724,137		1,815,431			3,539,568
Intangible assets	-	-	-	-	-	-
Work in Progress	401,254,960	-	160,298,887	-	-	561,553,847
Total	443,766,411	-	166,708,306	-	-	605,880,729

Appendix 11

MALABA SEWERAGE PROJECT-LOT II

Asset class	Opening Cost	donations in form of assets Ksh	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)		(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (d)+(-)d
Land	57,933,647	-	5,959,500	-	-	63,893,147
Buildings and structures	32,004,244	-		-	-	32,004,244
Transport equipment	3,947,230	-	-	-	-	3,947,230
Office equipment, furniture and fittings	255,200	-	-	-	-	255,200
ICT Equipment,	375,100	-		-	-	375,100
Intangible assets	-	-	-	-	-	-
Work in Progress	315,948,518	-	47,996,048	-	-	363,944,566
Total	410,463,939	-	53,955,548	-	-	464,419,487



Appendix 12

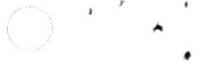
KAPENGURIA AND MAKUTANO SEWERAGE PROJECT

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	69,986,665	-	26,476,460	-	-	96,463,125
Buildings and structures	-	-	7,462,315	-	-	7,462,315
Transport equipment	-	-	-	-	-	-
Office equipment, furniture and fittings	-	-	674,974	-	-	674,974
ICT Equipment,	-	-	311,999	-	-	311,999
Intangible assets	-	-	-	-	-	-
Work in Progress	96,422,026	-	233,461,622	-	-	329,883,648
Total	166,408,691	-	268,387,370	-	-	434,796,061

Appendix 13

ELDORET SEWERAGE PROJECT LAST MILE CONNECTIVITY

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	15,406,500	-	17,240,000	-	-	32,646,500
Buildings and structures	-	-	-	-	-	-
Transport equipment	16,704,450	-	-	-	-	16,704,450
Office equipment, furniture and fittings	512,060	-	-	-	-	512,060
ICT Equipment,	1,523,920	-	-	-	-	1,523,920
Intangible assets	-	-	-	-	-	-
Work in Progress	184,344,202	-	64,506,426	-	-	248,850,628
Total	218,491,132	-	81,746,426	-	-	300,237,558



Appendix 14

KABARNET WATER SUPPLY LAST MILE CONNECTIVITY

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(- d)
Land	-	-	-	-	-	-
Buildings and structures	-	-	-	-	-	-
Transport equipment	3,257,100	-	-	-	-	3,257,100
Office equipment, furniture and fittings	286,645	-	-	-	-	286,645
Intangible assets	12,153,755	-	-	-	-	12,153,755
Work in Progress	106,326,656	-	2,833,286	-	-	109,159,942
Total	122,024,156	-	2,833,286	-	-	124,857,442

Appendix 15

MIGORI TOWN LAST MILE CONNECTIVITY WATER SUPPLY

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	-	-	-	-	-	-
Buildings and structures	-	-	-	-	-	-
Transport equipment	-	-	9,369,200	-	-	9,369,200
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment,	-	-	102,000	-	-	102,000
Other Machinery and Equipment	-	-	444,000	-	-	444,000
Intangible assets	-	-	-	-	-	-
Work in Progress	159,440,476	-	45,208,624	-	-	204,649,100
Total	159,440,476	-	55,123,824	-	-	214,564,300



Appendix 16

SIAYA -BONDO TOWN LAST MILE CONNECTIVITY WATER SUPPLY

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	-	-	-	-	-	-
Buildings and structures	-	-	-	-	-	-
Transport equipment	9,730,500	-	-	-	-	9,730,500
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment,	102,000	-	-	-	-	102,000
Other Machinery Equipment	956,000	-	-	-	-	956,000
Intangible assets	-	-	-	-	-	-
Work in Progress	139,581,022	-	56,019,779	-	-	195,600,801
Total	150,369,522	-	56,019,779	-	-	206,389,301

Appendix 17

KEROKA TOWN LAST MILE CONNECTIVITY WATER SUPPLY

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	-	-	-	-	-	-
Buildings and structures	94,951,382	-	-	-	-	94,951,382
Transport equipment	5,185,600	-	5,185,600	-	-	5,185,600
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment,	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-
Work in Progress	15,867,742	-	28,400,632	-	-	28,400,632
Total	116,004,724	-	33,586,232	-	-	128,537,614

Appendix 18

KILGORIS AND LOLGORIAN WATER SUPPLY AND SANITATION PROJECT

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)- (c)+(-)d
Land	4,661,850	-	-	-	-	4,661,850
Buildings and structures	-	-	-	-	-	-
Transport equipment	11,725,613	-	-	-	-	11,725,613
Office equipment, furniture and fittings	501,000	-	-	-	-	501,000
ICT Equipment,	-	-	-	-	-	-
Other Machinery and Equipment	1,676,000	-	-	-	-	1,676,000
Intangible assets	-	-	-	-	-	-
Work in Progress	256,368,198	-	54,145,306	-	-	310,513,504
Total	274,932,661	-	54,145,306	-	-	329,077,967

Appendix 19

BOMET WATER SUPPLY AND SANITATION PROJECT

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	13,562,733	-	29,437,552	-	-	43,000,285
Buildings and structures	-	-	-	-	-	-
Transport equipment	34,900,560	-	-	-	-	34,900,560
Office equipment, furniture and fittings	1,336,348	-	-	-	-	1,336,348
ICT Equipment,	1,363,490	-	-	-	-	1,363,490
Intangible assets	-	-	-	-	-	-
Work in Progress	412,909,558	-	153,035,924	-	-	565,945,482
Total	464,072,689	-	182,473,476	-	-	646,546,165



Appendix 20

LAKE VICTORIA SOUTH WATER WORKS DEVELOPMENT AGENCY-ENGINEER

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	-	-	-	-	-	-
Buildings and structures	-	-	-	-	-	-
Transport equipment	43,066,696	-	-	-	-	43,066,696
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment,	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-
Work in Progress	-	-	-	-	-	-
Total	43,066,696	-	-	-	-	43,066,696

Appendix 21

KAKAMEGA SEWERAGE PROJECT LAST MILE CONNECTIVITY

Asset class	Opening Cost	donations in form of assets	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	(Kshs)	(Kshs)	(Kshs)	(Kshs)	Kshs	(Kshs)
	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)-(c)+(-)d
Land	-	-	-	-	-	-
Buildings and structures	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment,	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-
Work in Progress	-	-	39,736,557	-	-	39,736,557
Total	-	-	39,736,557	-	-	39,736,557