

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

THE NATIONAL ASSEMBLY  
PAPERS LAID

**REPORT**

DATE: 05 DEC 2024

DAY:  
Thursday

OF

TABLED  
BY:

Hon. Kimani Ichungwah  
(Leader of the Majority Party)

CLERK-AT  
THE-TABLE:

Anastacia

**THE AUDITOR-GENERAL**

**ON**

**KENYA CEREAL ENHANCEMENT  
PROGRAMME - CLIMATE RESILIENT  
AGRICULTURAL LIVELIHOOD WINDOW  
(KCEP-CRAL) EU GRANT NO.2000000623,  
GRANT NO.2000001522, GRANT NO.2000003493,  
GRANT NO.2000001122 AND IFAD  
LOAN 2000001121**

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

**STATE DEPARTMENT FOR AGRICULTURE**



OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 - 00100, NAIROBI  
REGISTRY

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**PROJECT NAME: KENYA CEREAL ENHANCEMENT PROGRAMME-CLIMATE  
RESILIENT AGRICULTURAL LIVELIHOOD WINDOW (KCEP-CRAL)**

**IMPLEMENTING ENTITY: MINISTRY OF AGRICULTURE AND LIVESTOCK,  
DEVELOPMENT  
STATE DEPARTMENT FOR AGRICULTURE**

**PROJECT GRANT/CREDIT NUMBER: 2000000623, 2000001522, 2000003493 and  
2000001122 and LOAN NUMBER: 2000001121**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2024**

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



*Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP – CRAL)*

*Annual Report and Financial Statements for the financial year ended June 30, 2024*

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<b>Table Contents</b>	<b>Page</b>
1. Acronyms and Glossary of Terms .....	ii
2. Project Information and Overall Performance .....	iii
3. Statement of Performance against Project's Predetermined Objectives .....	xiv
4. Environmental and Sustainability reporting .....	xvi
5. Statement of Project Management responsibilities .....	xix
6. Report of the Office of the Auditor General on Financial Statements for KCEP-CRAL .....	xxi
7. Statement of Receipts and Payments for the year ended 30th June 2024. ....	1
8. Statement of Financial Assets as at 30 <sup>th</sup> June 2024 .....	3
9. Statement of Cashflow for the year ended 30 <sup>th</sup> June 2024 .....	4
10. Statement of Comparison of Budget and Actual Amounts for year ended 30 <sup>th</sup> June 2024....	6
11. Significant Accounting Policies .....	7
12. Notes to the Financial Statements .....	14
Annex 1: Prior Year Auditor-General's Recommendations.....	33



## **1. Acronyms and Glossary of Terms**

AGMARK	Agricultural Market Development Trust
ASALs	Arid and Semi-arid Lands
ASAP	Adaptation for Smallholder Agricultural Programme Trust Fund
CASP	Conservation Agriculture Service Providers
CBK	Central Bank of Kenya
CETRAD	Centre for Training and Integrated Research in ASAL Development
CPCC	County Programme Coordinating Committee
Comparative FY	Financial year preceding the current financial year.
EU	European Union
ICPAK	Institute of Certified Public Accountants of Kenya
IFAD	International Fund for Agricultural Development
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
KALRO	Kenya Agricultural and Livestock Research Organization
KCEP CRAL	Kenya Cereals Enhancement Programme-Climate Resilient Agricultural Livelihoods window
KMD	Kenya Meteorological Department
NDMA	National Drought Management Authority
NRM	Natural Resource Management
NT	National Treasury
MT	Metric Tones
PCU	Programme Coordinating Committee
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
SDA	Special Deposit Account
WB	World Bank



## **2. Project Information and Overall Performance**

### **2.1 Name and registered office**

#### **Name**

The project's official name is Kenya Cereal Enhancement Programme-Climate Resilient Agricultural Livelihood Window (KCEP-CRAL)

#### **Objective**

The overall development objective of the Programme is to contribute to the reduction of rural poverty and food insecurity of smallholder farmers in the ASALs by developing the economic potential of target groups, improving natural resources management capacity and building resilience to climate change in an increasingly fragile ecosystem.

#### **Address**

The project headquarters offices are Nairobi, Nairobi County, Kenya. The address of its registered office is: KALRO Compound-Waiyaki Way.

The project also has three regional offices/branches as follows:

- Western Region–Nakuru, email: [kcepsubpcu.western@gmail.com](mailto:kcepsubpcu.western@gmail.com)  
Physical Location-Nakuru Njoro Inter-change
- Eastern Region –Siakago, email: [kcepeasternregion@gmail.com](mailto:kcepeasternregion@gmail.com)  
Physical Location-Siakago Sub County Headquaters
- Coast Region-Mtwapa, email: [kcepcoastregion@gmail.com](mailto:kcepcoastregion@gmail.com)  
Physical Location-KALRO Mtwapa Compound

**Contacts:** The following are the project contacts

P.O. Box:30028-00100, Nairobi, Kenya

Telephone: (254) 770174188

E-mail: [kcep.cral.go.ke](mailto:kcep.cral.go.ke), [kcep.programme15@gmail.com](mailto:kcep.programme15@gmail.com)

Website: [kcep.cral.go.ke](http://kcep.cral.go.ke)



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP – CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Project information and overall performance (continued)**

**2.2 Project Information**

Project Start Date:	The project start date is 3 <sup>rd</sup> April 2014
Project End Date:	The project end date is 31 <sup>st</sup> March 2025
Project Manager:	Dr. Cosmas Munyeke, PhD
Project Sponsor:	The project sponsor is GOK-Kes. 454 Million European Union (EU) Grant-Kes. 3.5 Billion IFAD Loan-Kes. 6.2 Billion ASAP Grant-Kes. 1 Billion Financial Institutions-Kes. 546 Million Beneficiaries-Kes. 3.6 Billion

**2.3 Project Overview**

Line Ministry/State Department of the project	Ministry of Agriculture and Livestock Development-State Department for Agriculture
Project number	EU Grant No. 2000000623, 2000001522 and 2000003493, IFAD Loan No. 2000001121 and ASAP Grant No. 2000001122
Strategic goals of the project	The strategic goals of the project is to increase incomes and reduce poverty among rural households including those in arid and semi-arid lands-ASALs.
Summary of Project Strategies for achievement of strategic goals	The programme management aims to achieve the goals through the following means: (i) Contributing to national food security by increasing production of cereal staples (maize, sorghum, millet, and associated pulses); (ii) Increasing income of smallholders in medium and high potential production areas as well as those in ASALs of targeted crops; (iii) Supporting smallholder farmers in graduating from subsistence to commercially oriented, resilient agricultural practices through improvements in productivity, post-production management practices and market linkages for targeted value chains and

	<p>(iv) Empowering county governments and communities to sustainably and consensually manage their natural resources and build resilience to climate change.</p>
<p>Other important background information of the project</p>	<p>KCEP-CRAL Programme is funded under a strategic public-private-partnership between the Government of Kenya (GOK), European Union (EU), International Fund for Agricultural Development (IFAD), local Financial Institutions and beneficiaries. The Programme aims at increasing productivity of three staple cereals, maize, sorghum, millet and their associated pulses using a value chain approach.</p> <p>The programme area covers 13 counties; five Western region- Bungoma, Kakamega, Nakuru, Nandi and Trans Nzoia, Five in Eastern region- Embu, Kitui, Tharaka-Nithi, Machakos and Makueni and three in Coast region-Kwale, Kilifi and Taita Taveta.</p> <p><b>The programme is structured around four components:</b></p> <p><b>Component 1</b> Capacity building for Climate-resilient productivity and Natural Resource Management (NRM). Through an e-voucher platform giving smallholder farmers access to improved agricultural inputs and technical packages, the programme will support the farmers engaged in targeted value chains to enhance productivity in view of commercialisation.</p> <p><b>Component 2</b> - Post-Harvest Management and Market Linkages aims at supporting farmers to capitalise productivity gains arising from investments made under Component 1, by promoting improved on-farm grain-handling and management, access to storage and warehouse receipt systems, increasing smallholders’ access to markets, and building their capacities to sell their produce at more favourable terms and prices.</p> <p><b>Component 3</b> – Financial Services is designed to link farmers to financial services to boost yields and income generation for re-investment in agriculture, and build the capacity of value chain stakeholders, including the youth, to engage profitably in provision of agricultural services through improved access to financial services.</p>



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP – CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

	<p><b>Component 4: Programme Management</b> - Programme Steering Committee (PSC), chaired by the Principle Secretary of the State Department of Crops Development and Agriculture Research is responsible for oversight of the programme and providing policy guidance to programme implementation. A County Programme Coordinating Committee (CPCC) provides guidance to programme implementation within each county. Programme Coordinating Unit (PCU) is responsible for day-to-day management of the programme.</p> <p><b>Implementing arrangements</b>  KCEP-CRAL Programme Implementation is done by the National Government and County Governments in collaboration with implementing partners. The implementing partners include; Equity Bank and Equity Group Foundation and Co-operative bank responsible for setting up and operationalization of the e-voucher system for provision of agricultural inputs and payment of agro-dealers, setting up warehouse receipt financing and capacity building on financial literacy; Kenya Agricultural and Livestock Research Organization (KALRO) responsible for ; soil sampling and soil fertility mapping and dissemination of research-based technical packages; Agricultural Market Development Trust (AGMARK) responsible for capacity building of agro-dealers; Centre for Training and Integrated Research in ASAL Development (CETRAD) responsible of setting up RS/GIS units in target counties, training and backstopping of the county personnel on using the RS/GIS units; National Drought Management Authority (NDMA) responsible for strengthening the CAF process counties covered by KCEP-CRAL and Kenya Meteorological Department (KMD) responsible for developing applied climate information services to support communities across target counties to deliver both data and agronomic recommendations to make more informed decisions and enhance their coping and adaptive capacities.</p>
<p>Areas that the project was formed to intervene</p>	<p>The project was formed to intervene in the following areas:</p> <ul style="list-style-type: none"> <li>(i) Improve food security of small holder famers</li> <li>(ii) Reduction of rural poverty</li> </ul>
<p>Project duration</p>	<p>11 Years</p>

**Project Information and Overall Performance (Continued)**

**2.4 Bankers**

The following are the bankers for the project:

**(i) Programme Designated Special Bank Accounts in Central Bank of Kenya**

KCEP-CRAL IFAD Loan Account No. 1000310316

KCEP-CRAL ASAP Grant Account No.1000310324

**(ii) Programme Operational Bank Account**

KCEP-NRB Equity Bank -Mayfair branch Account No.1510263657085

KCEP-Nakuru Equity Bank-Nakuru branch Account No. 1510264926255

KCEP-CRAL Loan-NRB Co-op. Bank-Westland branch Account No.01141587177900

KCEP-CRAL Grant-NRB Co-op. Bank-Westland branch Account No. 01141587177901

KCEP-CRAL Loan-Mombasa Co-op. Bank-Mtwapa branch Account No. 01141587177902

KCEP-CRAL Grant-Mombasa Co-op. Bank-Mtwapa branch Account No. 01141587177903

KCEP-CRAL Loan-Embu Co-op. Bank-Siakago branch Account No. 01141587177904

KCEP-CRAL Grant-NRB Co-op. Bank-Siakago branch Account No. 01141587177905

KCEP-CRAL Grant-NRB Co-op. Bank-Nakuru branch Account No. 01141587177906



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP – CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

## 2.5 Independent Auditor

The project is audited by the Office of the Auditor General

## 2.6 Roles and Responsibilities

List the different people who are working on the project. This list would include the project manager and all the key stakeholders who will be involved with the project. Also, record their role, their positions, and their contact information.

S/No	Names	Title designation	Key qualification	Responsibilities
1	Dr Cosmas Munyeke, PhD	Senior Programme Coordinator	PhD, Entrepreneurship, MSC, Enterprenuership, BSC,Agricultural Economics	Programme Coordination
2	Maryanne Waruga	Programme Coordinator	MSc Entrepreneurship BSC,Agricultural Economics	Programme Coordination
3	Nyakundi Mogere	Finance&Admin Manager	MBAFinance,BCom, CPA(K)	Finance & Admin activities
4	Patrick Musalia	Senior Accountant	MSC-Finance,Bcom, CPA(K)	Accounting & finance management
5	Caroline Njue	Procurement Officer	MSC-Procurement and Logistics, BSC-SCM, MCIPS, MKISM	Procurement Services
6	David Mwenda	Procurement Officer	MBA-Finance and, BCOM-Finance, Dip. Procurement	
7	Pamella Kimkung	Community mobilizer/Gender	MA-Sustainable International Development	Training and gender
8	Kiprotich Chomboi	Value Chain Development Specialist	MSc Agricultural Economics	Value chain development activities
9	Justine Muriuki	Natural Resource Management specialist	Master in Environmental Science	Natural resource management
10	Dr. Alex W. Mwaniki	Senior M&E specialist	PhD, Statistics, MSC(Biometry)	Monitoring & Evaluation activities
11	Zaweria Thuku	Financial services specialist	MSc Horticulture/Diploma in Micro-Finance	Finance inclusion services activities
12	Raymond Chelule	PM&E specialist	MSc Agronomy	Monitoring & Evaluation activities

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP – CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

13	Jeanmarie Morata	Civil Engineer	BSc Engineering	Civil works
14	Patrick Hinga	Agribusiness officer	MSc Agric. Economics	Agribusiness activities and head of region
15	Carol Kamau	Agribusiness specialist	MSc-Sustainable Development	Agribusiness activities and head of region
16	Gibson Muriithi	Accountant	MBA, BCOM,CPA(K)	Accounting services
17	Daniel Njenga	M&E specialist	MSc Agronomy	Monitoring & Evaluation activities
18	Esther Nzomo	Agribusiness officer	MSc Agricultural Economics	Agribusiness activities and head of region
19	Boniface Kimondo Ngeru	M&E Specialist	BSc Agribusiness Management & Trade	Monitoring & Evaluation activities
20	Rufus Maina	Accountant	CPA(K),BA	Accounting services
21	Faridah Kwamboka	Accountant	CPA(K),BCOM	Accounting services
22	Kenneth Chirchir	Accounts Assistant	CPA(K),BCOM, Accounting	Accounting services
23	Martha Wamede	Fin. Assistant	BA	Accounting services
24	Bramuel Songa	Programme Assistant	BA	Administrative services
25	Dorcus Kyalo	Programme Assistant	MBA	Administrative services
26	Lucy Waigumo Irungu	Programme Assistant	BA, Arts & Social Sciences	Administrative services

**2.7 Funding summary**

The Project is for duration of 11 years from 2014 to 2025 with an approved budget of US\$ 111,633,300 equivalent to Kshs 12.8 Billion as highlighted in the table below:



**Project information and overall performance (continued)**

Source of funds	Donor Commitment		Amount received to date (30 June 2023)		Undrawn balance to date	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A)	(A')	(B)	(B')	(A-B)	(A'-B')
<b>(i) Grant</b>						
EU Grants (2000000623, 2000001522,2000003493)	<b>Euro.</b> 28,710,818	3,531,430,000	<b>Euro.</b> 25,637,597	3,093,506,581	<b>Euro.</b> 3,073,221	437,923,419
ASAP Grant (2000001122)	<b>US\$.</b> 10,000,000	1,300,000,000	<b>US\$.</b> 9,639,252	1,179,917,736	<b>US\$</b> 360,748	120,082,264
<b>(ii) Loan</b>						
IFAD Loan (2000001121)	<b>US\$.</b> 61,776,000	7,413,000,000	<b>US\$.</b> 55,971,523	6,643,586,677	<b>US\$</b> 5,804,477	769,413,323
<b>(iii) Counterpart funds</b>						
Government of Kenya	Euro. 2,395,400 US\$. 1,500,000	503,379,000		397,943,218		105,435,782
<b>Total</b>		<b>12,747,809,000</b>		<b>11,314,954,212</b>		<b>1,432,854,788</b>

**Project information and overall performance (continued)**

**A. Application of Funds**

Application of funds	Amount received to date – (30 <sup>th</sup> June 2024)		Cumulative amount paid to date – (30 <sup>th</sup> June 2024)		Unutilised balance to date (30 <sup>th</sup> June 2024)	
	<i>Donor currency</i>	<i>Kshs</i>	<i>Donor currency</i>	<i>Kshs</i>	<i>Donor currency</i>	<i>Kshs</i>
	<i>(A)</i>	<i>(A')</i>	<i>(B)</i>	<i>(B')</i>	<i>(A)-(B)</i>	<i>(A')- (B')</i>
<b>(i) Grant</b>						
EU Grants (2000000623, 2000001522,2000003493)	<b>Euro.</b> 25,637,597	3,093,506,581	<b>Euro.</b> 25,637,597	3,093,506,581	<b>0</b>	0
ASAP Grant (2000001122)	<b>US\$.</b> 9,639,252	1,179,917,736	<b>US\$.</b> 9,091,766	1,057,415,060	<b>US\$.</b> 942,328	122,502,676
<b>(i) Loan</b>						
Insert name of development partner	<b>US\$.</b> 55,971,523	6,643,586,677	<b>US\$.</b> 54,982,813	6,549,638,656	<b>US\$.</b> 727,677	93,948,021
<b>(ii) Counterpart funds</b>						
Government of Kenya		397,943,218		397,943,218	0	
<b>Total</b>		<b>11,314,954,212</b>		<b>11,098,503,515</b>		<b>216,450,697</b>



**Project information and overall performance (continued)**

**2.8 Summary of Overall Project Performance:**

- i) Programme Budget for the current year was Kshs. 2,075,500,000 while the actual expenditure attained was Kshs. 2,060,049,135 implying 99% budget absorption. Cumulatively, the Programme has spent Kshs. 11,098,503,515 out of the funding of Kshs. 11,314,954,212 translating to 98% absorption,
- ii) With regard to Physical progress based on outputs, outcomes, and impacts since project commencement, the following results have been achieved;
  - 158,203 smallholder farmers have been on-boarded onto the ‘e-Voucher’ scheme and accessed farm inputs,
  - 115,028 farmers have been trained in Financial Literacy,
  - 156,370 smallholder farmers have been trained on post-harvest management and marketing,
  - 320 Collection centres have been equipped with basic equipment’s,
  - Cumulatively, 836 extension Service Providers have been trained,
  - 40 Farmer owned stores have been constructed,
  - A total of 86 road spots linking 40 aggregation stores to the markets were identified and improvement.
  - A total of 107 Grantees have been supported with farm equipment’s under Value chain Grants financing.
- iii) The budget absorption trend over the implementation period is as follows;
  - Financial Year 2014/2015 was 27%
  - Financial Year 2015/2016 was 41%
  - Financial Year 2016/2017 was 66%
  - Financial Year 2017/2018 was 62%
  - Financial Year 2018/2019 was 76%
  - Financial Year 2019/2020 was 56%
  - Financial Year 2020/2021 was 81%
  - Financial year 2021/2022 was 71%
  - Financial Year 2022/2023 was 68% and
  - Financial Year 2023/2024 was 99%
- iv) The main challenge experienced during project implementation were;
  - Competition from other projects issuing farm inputs to farmers within the implementation region. To overcome this, the Programme negotiate with the donor to reduce the amount of beneficiary contribution to match the contribution by other programmes.
  - Few and aging staff at the county level affecting extension services. The Programme has trained additional extension service providers to assist the farmers.

**2.9 Summary of Project Compliance:**

Financial management including Procurement, Accounting, auditing and reporting was done in compliance with the applicable laws and regulations, PFM Act 2012 and Kenya Vision 2030 flagship projects and essential external financing agreements and covenants. During the year, there were no cases of non-compliance with the laws and regulations and essential external financing agreements.



### **3. Statement 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) Contribute to national food security by increasing production of staples (maize, sorghum, millet, and associated pulses),
- b) Increase income of the targeted smallholders in high, medium potential production areas as well as those in ASALs,
- c) Support smallholder farmers to graduate from subsistence to commercially oriented and climate resilient agricultural practices through improvements in productivity, post-harvest management practices and market linkages for targeted value chains
- d) Empower county governments and communities to sustainably and consensually manage their natural resources and build resilience to climate change

#### **Progress on attainment of strategic development objectives**

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

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
Annual Report and Financial Statements for the financial year ended June 30, 2024 (KCEP-  
CRAL)**

Below we provide the progress on attaining the stated objectives:

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
KCEP- CRAL	a) To contribute to national food security by increasing production of staples (maize, sorghum, millet, and associated pulses),	Increased Productivity of the promoted Value Chains	% increase in the promoted value Chains (Maize, beans, sorghum, green gram and Cowpeas	In FY 2023/2024 the Yield of Maize and beans increased by 50% and 36%, respectively from the baseline.
	b)	Reduction of the Nation Gran Deficit by 41,000MT	Reduce the National Grain Deficit by adding 41,000 MT of the supported value chains	5,664 MT added volume of grain over during 2023/2024 FY; However, the cumulative added MT is 73,464 MT.
	a) increase income of the targeted smallholders in high, medium potential production areas as well as those in ASALs,	% increase of the smallholder farmers reporting yield increase	% Increase in income	52% of the smallholder farmers have reported increase in come over the last FY.
	b) Graduation of Smallholders into Commercial oriented Agriculture	support farmers to graduate from subsistence to commercially oriented	% of smallholder farmers reporting graduation	86% smallholder farmers have reported having graduated to commercial farming and enhanced resilience over last FY.



#### **4. Environmental and Sustainability reporting**

KCEP-CRAL Programme exists to transform lives. The main goal of the Programme is to increase income and reduce poverty among rural households including those in ASALs. This is to be achieved through provision of the essential farm inputs and technology to enable the farmers increase food production while also building the capacity of targeted communities in sustainable natural resource management (NRM) practices within the fragile ASAL ecosystems, considering the challenges posed by climate change.

##### **i. Sustainability strategy and profile**

The Programme has throughout the implementation period entrenched the following key aspects of sustainability;

- The adoption of e-voucher scheme by the Government and roll out through the National Value Chain Support Programme under the Ministry will ensure that the farmers continue to receive and access the e-voucher services under various Value Chains;
- The capacity building of County staff and Private extension service provides ensures availability of more staff with expertise to assist the farmers even beyond the Programme period. The infrastructural support provided by the Programme will outlive the Programme and ensure farmers continue to receive the services.
- Formation of farmer, training, mentorship and linking them to various service providers will ensure their support beyond the Programme period;
- The engagement of farmers through public and private extension providers and adoption of the use of lead farmers on farmer trainings, Organization Development, Post-harvest Management and Financial literacy trainings will ensure that the knowledge passed are operational and easily accessible after the Programme completion;
- Formation and /or strengthening of Conservation Agriculture Service Providers Association (CASPs), established linkages of CASPS with Equipment suppliers and linkages with financial institutions who have developed financial products to support equipment acquisition by the service providers will further sustain the momentum beyond the Programme;

- Formation of agro-dealers associations and their improved capacity to provide Agricultural advisory services to farmers (Some Agro dealers participating in the e-voucher scheme have databases and contacts of farmers that they have served under the e-voucher scheme); and established linkages with financial institutions to access business loans;
- Farmers linkages to the financial institutions will enable them to access financial products and services including credit, savings, bills / utilities payment (including school fees), receive payment for sold produce, etc. will be sustained beyond the Programme;
- Roll-out of climate information services incorporated with local indigenous knowledge through local voluntary observers imply services will easily be accessible beyond the Programme. Investment in Common Community Assets/investments through community Participatory vulnerability assessment approach has brought together joint learning and execution of common interest in the communities solidifying the social fabric in the community.

**ii. Environmental performance**

The Programme has a whole component under ASAP Grant financing dealing with Natural Resource management where the donor has provided financing amounting to US\$. 10 million to be invested in community assets which assist farmers to develop and strengthen resilient against climate change. Moreover, the Programme is very sensitive to use of chemicals and prohibits use of chemicals which are likely to have negative impact to the environment.

Adoption of integrated pest management (use of Brachiaria grass, panicum grass, desmodium legume have been embraced as livestock feed, and success of dolichos pushing pest away from maize or sorghum which is a rich legume in protein enhanced uptake) will minimize contamination of water sources from disposals chemicals waste



**iii. Employee welfare**

The Programme has a comprehensive medical cover for staff and nuclear family which ensures that programme employees get the best medical attention when required. Moreover, the Programme has a Group Personal Accident Cover which guarantees compensation to the staff in case they are injured while executing their duties.

**iv. Market place practices-**

**a) Responsible Supply chain and supplier relations-**

The Programme strictly ensures that only goods/services which are in the approved Annual Work plan and Budget and procurement Plan are procured. The Programme also ensures that once the goods have been delivered/services rendered and accepted by the Inspection and acceptance committee, the suppliers are paid promptly. Currently the programme has no pending bills for supplier's payments.

**b) Responsible ethical practices**

Recruitment of beneficiaries to join the programme is done in a transparent manner through Programme County Committees. The recruitment committees must ensure that at least 50% of beneficiaries are women and youth to promote gender equity. Procurement is carried out in accordance with the financing agreement, IFAD project procurement guidelines and GoK procurement regulations.

**c) Regulatory impact assessment**

The Programme is implemented through partnership arrangements by both public and private stakeholders. This is done through binding Subsidiary Agreements and MoU's.

**v. Community Engagements**

The Programme was designed with the objective of increasing food production through use of the correct farm technologies reducing poverty and enhancing resilience of farmers in the ASAL areas. The Programme does not involve in community engagements including charitable giving (cash & material), Community Social Investment and Community Social responsibility (CSR) activities.

## **5. Statement of Project Management responsibilities**

The Principal Secretary for the Ministry of Agriculture and Livestock Development-State Department for Agriculture and the Senior Programme Coordinator for KCEP-CRAL Programme 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 ended on June 30, 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 and (v) Making accounting estimates that are reasonable in the circumstances.

The Principal Secretary for the Ministry of Agriculture and Livestock Development-State Department for Agriculture and the Senior Programme Coordinator for KCEP-CRAL Programme 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.

Principal Secretary for the Ministry of Agriculture and Livestock Development-State Department for Agriculture and the Senior Programme Coordinator for KCEP-CRAL Programme 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 ended June 30, 2024, and of the Project's financial position as at that date. Principal Secretary for the Ministry of Agriculture and Livestock Development-State Department for Agriculture and the Senior Programme Coordinator for KCEP-CRAL Programme 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.




**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP – CRAL)  
Annual Report and Financial Statements for the financial year ended June 30, 2024**


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Principal Secretary for the Ministry of Agriculture and Livestock Development-State Department for Agriculture and the Senior Programme Coordinator for KCEP-CRAL Programme 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 Project financial statements were approved by the Principal Secretary for the Ministry of Agriculture and Livestock Development-State Department for Agriculture and the Senior Programme Coordinator for KCEP-CRAL Programme on 30<sup>th</sup> September 2024 and signed by:

  
.....  
**Dr. Paul K. Ronoh, PhD**  
**Principal Secretary**

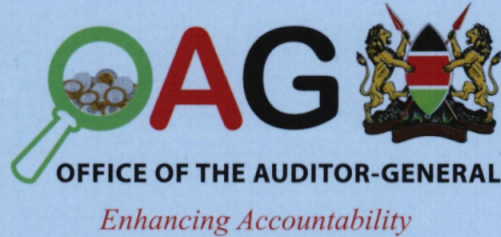
  
.....  
**Dr. Cosmus Mulye, PhD**  
**Senior Programme  
Coordinator**

  
.....  
**Nyakundi Mogere**  
**Finance & Admin  
Manager**  
**ICPAK Member No:2665**



# REPUBLIC OF KENYA

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**HEADQUARTERS**  
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NAIROBI

## **REPORT OF THE AUDITOR-GENERAL ON KENYA CEREAL ENHANCEMENT PROGRAMME - CLIMATE RESILIENT AGRICULTURAL LIVELIHOOD WINDOW (KCEP-CRAL) EU GRANT NO.2000000623, GRANT NO.2000001522, GRANT NO.2000003493, GRANT NO.2000001122 AND IFAD LOAN 2000001121 FOR THE YEAR ENDED 30 JUNE, 2024 - STATE DEPARTMENT OF AGRICULTURE**

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### PREAMBLE

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

- A. Report on the 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 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 Government achieves value for money and that such funds are applied for the intended purpose.
- 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, the risk management environment and the 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 materials 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 Unmodified Opinion on the report on the Financial Statements should be read together with the report on the Lawfulness and Effectiveness in the Use of Public

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*Report of the Auditor-General on Kenya Cereal Enhancement Programme - Climate Resilient Agricultural Livelihood Window (KCEP-CRAL) EU Grant No.2000000623, Grant No.2000001522, Grant No.2000003493, Grant No.2000001122 and IFAD Loan 2000001121 for the year ended 30 June, 2024 - State Department of Agriculture*



Resources, and the report on the Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

## REPORT ON THE FINANCIAL STATEMENTS

### Opinion

I have audited the accompanying financial statements of Kenya Cereal Enhancement Programme - Climate Resilient Agricultural Livelihood Window (KCEP-CRAL) set out on pages 1 to 34, which comprise of the statement financial assets as at 30 June, 2024, and the statement of receipts and payments, statement of cash flows and the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Kenya Cereal Enhancement Programme - Climate Resilient Agricultural Livelihood Window 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 Financing Agreement signed on 19 March, 2014 between the Republic of Kenya and the International Fund for Agricultural Development, and additional financing agreements dated 25 August, 2015 and 15 April, 2016 and the Public Finance Management Act, 2012.

### Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kenya Cereal Enhancement Programme - Climate Resilient Agricultural Livelihood Window (KCEP-CRAL) 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 receipts and payments, reflects final actual receipts of Kshs.1,923,848,167 while total payments amounts to Kshs.2,060,049,135 resulting in a variance of Kshs.136,200,968. This was an over-expenditure that results to pending bills.

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*Report of the Auditor-General on Kenya Cereal Enhancement Programme - Climate Resilient Agricultural Livelihood Window (KCEP-CRAL) EU Grant No.2000000623, Grant No.2000001522, Grant No.2000003493, Grant No.2000001122 and IFAD Loan 2000001121 for the year ended 30 June, 2024 - State Department of Agriculture*



## **2. Delayed Disbursement of Donor Funds**

During the financial year under review an amount of USD 3,725,901.40 (Kshs.447,108,168) A/c No.1000310316 for IFAD Loan Number 3000001121 and USD 8000 A/c No.1000310324 IFAD Grant No.2000001122 disbursed by the donor during the year had not been transferred to the project as at 30 June, 2024.

The delayed disbursement of funds affected the planned activities and may have impacted negatively on delivery of goods and services to the public.

## **3. Delayed Absorption of Funds**

International Fund for Agriculture Development (IFAD) Granted a No cost extension and Reallocation for IFAD financing of KCEP CRAL – Loan No.2000001121 and Grant No.2000001122 on 07 September, 2022. The new project completion and closing date were 30 September, 2024 and 31 March, 2025 respectively, applicable to both the IFAD loan and ASAP grant financing. However, as at 30 June, 2024 unutilized IFAD loan and ASAP Grant balance was Kshs.769,413,323 and Kshs.558,005,683 respectively, totalling to Kshs.1,327,419,006.

In the circumstances, the delay in commissioning of the projects is negatively affecting delivery of goods and services to the public.

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional 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 Information**

The Management is responsible for the other information set out on page vii to xx which comprise of project Information and Management, Management Team, Report of the Principal Secretary and Statement of Performance Against Predetermined Objectives. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Kenya Cereal Enhancement Programme - Climate Resilient Agricultural Livelihood Window (KCEP-CRAL) financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.



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

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

### Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on the Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### Basis for Conclusion

#### 1.0 Non-Remittance of Counterpart Funds

The statement of receipts and payments as disclosed in Note 1 to the financial statements reflects transfer from Government entities - National Government amounting to Kshs.100,000,000. Review of the records revealed that the Government was expected to transfer a total Euro 2,395,400.00 (Kshs.323,379,000.00) under EU Grant No.2000000623 and 2000001522 and USD 1,500,000.00 (Kshs.180,000,000.00) under Loan No.2000001121 and ASAP Grant No.2000001122 all amounting to Kshs.503,379,000.00. However, as at 30 June, 2024 the GoK had transferred a total of Kshs.397,943,218.00 thus unremitted balance of Kshs.105,435,782, contrary to the Financing Agreement for KCEP Programme.

In the circumstances, the non-remittance of the counterpart funding may have impacted negatively on the implementation and development of the Programmes hence affecting delivery of goods and services to the public.

#### 2.0 Construction of Civil Works

The statement of receipts and payments reflects acquisition of non-financial assets balance of Kshs.848,680,455 as disclosed in Note 8 to the financial statements. However, audit of this expenditure revealed the following unsatisfactory matters:

##### 2.1 Construction of Bikasombe Water Pan in Kilifi County

The balance of Kshs.848,680,455 includes construction of civil works amount of Kshs.757,896,512 out of which, an amount of Kshs.22,817,050.20 was for the Construction of Bikasombe Water Pan in Kilifi County vide Contract No. CONT-153-2023-2024 signed on 31 October, 2023 and a contract period of 4 months. A physical inspection done during the audit revealed the following works had not been done as per the Bill of Quantity;

- i. Installation of a solar submersible multistage centrifugal pump and motor set (wet end and motor) amounting to Kshs.265,900.
- ii. Installation of a 0.75 KW sub-motor amounting to Kshs.145,000.
- iii. Installation of a 1.5 KW control module AC/DC inverter designed for solar powering AC motors amounting to Kshs.76,000.
- iv. Installation of a sun switch light sensor amounting to Kshs.34,000.
- v. Supply, deliver assembly floating pontoon system, mount the pump and test amounting to Kshs.30,000.

In the circumstances, the value for money on the disbursements amounting to Kshs.22,817,050.20 towards the projects could not be ascertained.

## **2.2 Construction of Kauti Earth Dam in Machakos County**

The balance of Kshs.848,680,455 includes construction of civil works amount of Kshs.757,896,512 out of which, an amount of Kshs.11,843,749.18 was for the Construction of Kauti Earth Dam in Machakos County vide Contract No. MOALD/SDCD/KECEP-CRAL/PROC/201/2023-2024 signed on 31 October, 2023 with a contract period of 4 months. A physical inspection revealed the following works were yet to be done as per the Bill of Quantity;

- i. Installation of a solar submersible multistage centrifugal pump and motor set (wet end and motor) amounting to Kshs.200,000.
- ii. Install a 0.75 KW sub motor amounting to Kshs.125,000.
- iii. Pipe work (raising mains) amounting to Kshs.226,800.

Failure to install the above items may result to beneficiaries not receiving the intended benefits as expected.

In the circumstances, the value for money on the disbursements amounting to Kshs.11,843,749.18 towards the projects could not be ascertained.

## **3.0 Lack of Ownership Documents**

The Food and Agriculture Organization of United Nations surrendered four (4) vehicles to KCEP - CRAL on 09 July, 2023 as per the Financing Agreement for KCEP Programme Grant No.2000001064. The transfer of ownership of motor vehicle (Traffic Act Cap 403, Section 9) to the Ministry of Agriculture and Livestock Development was initiated on 21 July, 2023 as highlighted in the transfer documents. However, as at August, 2024 no new registration certificate had been issued for the vehicles.

In the circumstances, the ownership documents could not be confirmed.



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

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

### **Conclusion**

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

### **Basis for Conclusion**

The audit was conducted in accordance with ISSAIs 2315 and 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 the International Fund for Agricultural Development (IFAD) and the financing agreement, I report based on the 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 been kept by the Programme, so far as appears from the examination of those records; and,
- iii. The Programme's financial statements are in agreement with the accounting records and returns.

### **Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (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 overall governance.

In preparing the financial statements, Management is responsible for assessing the Programme'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 Programme's activities, financial transactions and information reflected in the financial statements are in compliance 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 Programme'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 INTOSAI Framework of Professional Pronouncements (IFPP). The Framework 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 IFPP 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**

**18 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 payment 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.
<b>Receipts</b>								
Transfer from Government entities	1	100,000,000	-	100,000,000	-	-	-	397,500,000
Proceeds from domestic and foreign grants	2	425,029,918	-	425,029,918	341,760,018	-	341,760,018	4,273,424,317
Loan from external development partners	3	1,398,818,249	-	1,398,818,249	1,602,133,972	250,000,000	1,852,133,972	6,643,586,677
Miscellaneous receipts	4	-	-	-	-	-	-	443,218
<b>Total receipts</b>		<b>1,923,848,167</b>		<b>1,923,848,167</b>	<b>1,943,893,990</b>	<b>250,000,000</b>	<b>2,193,893,990</b>	<b>11,314,954,212</b>
<b>Payments</b>								
Compensation to employees	5	110,430,076	-	110,430,076	109,843,088	-	109,843,088	906,129,399
Purchase of goods and services	6	693,509,451	-	693,509,451	548,037,875	-	548,037,875	2,900,497,598
Social security benefits	7	32,456,376	-	32,456,376	29,717,518	-	29,717,518	250,738,273
Acquisition of non-financial assets	8	848,680,455	-	848,680,455	129,908,872	-	129,908,872	1,438,737,623
Other grants and transfers /payments	10	374,972,777	-	374,972,777	861,207,778	250,000,000	1,111,207,778	5,602,400,622
<b>Total payments</b>		<b>2,060,049,135</b>		<b>2,060,049,135</b>	<b>1,678,715,131</b>	<b>250,000,000</b>	<b>1,928,715,131</b>	<b>11,098,503,515</b>
<b>Surplus/ (deficit)</b>		<b>-136,200,968</b>		<b>-136,200,968</b>	<b>265,178,859</b>	<b>-</b>	<b>265,178,859</b>	<b>216,450,697</b>



The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements.



**Dr. Paul K. Ronoh, PhD**  
**Principal Secretary**



**Dr. Cosmus Munyeke, PhD**  
**Senior Programme Coordinator**



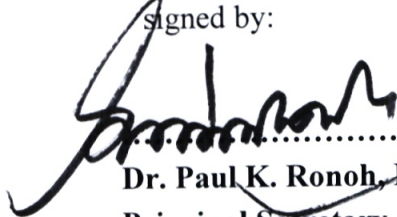
**Nyakundi Mogere**  
**Fin&Admin Manager**  
**ICPAK Member No:2665**


**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
Annual Report and Financial Statements for the financial year ended June 30, 2024 (KCEP-  
CRAL)**

**8. STATEMENT OF FINANCIAL ASSETS AS AT 30<sup>TH</sup> JUNE 2024**

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>Financial Assets</b>			
Cash and Cash equivalents	11	216,450,697	352,651,665
Imprests and Advances	12	0	0
<b>Total Financial Assets (A)</b>		<b>216,450,697</b>	<b>352,651,665</b>
			0
<b>Financial Liabilities</b>			<b>0</b>
Third party Deposits and Retention	13	0	0
Total Financial Liabilities (B)		<b>0</b>	<b>0</b>
<b>Net Assets (A-B)</b>		<b>216,450,697</b>	<b>352,651,665</b>
<b>Represented By</b>			
Fund Balance B/fwd.	14	352,651,665	87,472,806
Prior Year adjustments	15	0	0
Surplus/(Deficit) for the Year		(136,200,968)	265,178,859
<b>Net Financial Assets</b>		<b>216,450,697</b>	<b>352,651,665</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on \_\_\_\_\_ 2024 and signed by:

  
.....  
**Dr. Paul K. Ronoh, PhD**  
Principal Secretary

  
.....  
**Dr. Cosmus Munyeke, PhD**  
Senior Programme Coordinator

  
.....  
**Nyakundi Mogere**  
Fin&Admin Manager  
ICPAK Member No: 2665



**9. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2024**

Description	Notes	2023-2024	2022-2023
		Kshs	Kshs
<b>Cashflow from operating activities</b>			
<b>Receipts</b>			
Transfer from government entities	1	100,000,000	
Proceeds from domestic and foreign grants	2	425,029,918	341,760,018.00
Miscellaneous receipts	4	-	
<b>Total receipts</b>		<b>525,029,918</b>	<b>341,760,018.00</b>
<b>Payments</b>			
Compensation of employees	5	110,430,076	(109,843,088)
Purchase of goods and services	6	693,509,451	(548,037,875)
Social security benefits	7	32,456,376	(29,717,518)
Transfers to other government entities	9	0	
Other grants and transfers	10	374,972,777	(861,207,778)
<b>Total Payments</b>		<b>1,211,368,680</b>	<b>(1,548,806,259)</b>
<b>Net receipts/(payments)</b>		<b>(686,338,762)</b>	<b>(1,207,046,241)</b>
<b>Adjustments during the year</b>			
Prior year adjustments	15		
Decrease/(increase) in accounts receivable	16		
Increase/(decrease) in accounts payable:	17		
<b>Net cash flow from operating activities</b>		<b>(686,338,762)</b>	<b>(1,207,046,241)</b>
<b>Cashflow from investing activities</b>			
Acquisition of non-financial assets	8	(848,680,455)	(129,908,872)
<b>Net cash flows from investing activities</b>		<b>(1,535,019,217)</b>	<b>(1,336,955,113)</b>

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP – CRAL)  
Annual Report and Financial Statements for the financial year ended June 30, 2024**

Description	Notes	2023-2024	2022-2023
		Kshs	Kshs
<b>Cash flow from financing activities</b>			
Proceeds from foreign borrowings	3	1,398,818,249	1,602,133,972
Net cash flow from financing activities		<b>1,398,818,249</b>	<b>1,602,133,972</b>
<b>Net increase in cash and cash equivalents</b>		<b>(136,200,968)</b>	<b>265,178,859</b>
<b>Cash and cash equivalent at beginning of the year</b>	11	352,651,665	87,472,806
<b>Cash and cash equivalent at end of the year</b>	11	<b>216,450,697</b>	<b>352,651,665</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on \_\_\_\_\_ 2024 and signed by:

.....  
**Dr. Paul K. Ronoh, PhD**  
Principal Secretary

.....  
**Dr. Cosmus Munyeke, PhD**  
Senior Programme Coordinator

.....  
**Nyakundi Mogere**  
Fin&Admin Manager  
ICPAK Member No: 2665



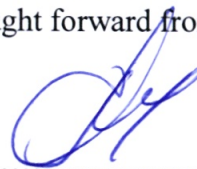
10. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR YEAR ENDED 30<sup>TH</sup> JUNE 2024

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>Receipts</b>						
Transfer from Government entities	100,000,000	0	100,000,000	100,000,000	-	100%
Proceeds from domestic and foreign grants	432,100,000	143,400,000	575,500,000	425,029,918	150,470,082	74%
Proceeds from borrowings	1,543,400,000	(143,400,000)	1,400,000,000	1,398,818,249	1,181,751	100%
Miscellaneous receipts	0	0	0	0		
<b>Total Receipts</b>	<b>2,075,000,000</b>	<b>0</b>	<b>2,075,500,000</b>	<b>1,923,848,167</b>	<b>151,651,833</b>	<b>93%</b>
<b>Payments</b>						
Compensation to employees	111,550,000	0	111,550,000	110,430,076	1,119,924	99%
Purchase of goods and services	995,936,000	(291,250,000)	704,686,000	693,509,451	11,176,549	98%
Social security benefits	35,000,000	0	35,000,000	32,456,376	2,543,624	93%
Acquisition of non-financial assets	421,514,000	427,400,000	848,914,000	848,680,455	233,545	100%
Transfers to other government entities	0	0	0	0	0	
Other grants and transfers	511,500,000	(136,150,000)	375,350,000	374,972,777	377,223	100%
<b>Total Payments</b>	<b>2,075,500,000</b>	<b>0</b>	<b>2,075,500,000</b>	<b>2,060,049,135</b>	<b>15,450,865</b>	<b>99%</b>
<b>Surplus or Deficit</b>				<b>(136,200,968)</b>	<b>136,200,968</b>	

Note: The significant budget utilisation/performance differences in the last column are explained in Annex 2 to these financial statements. The deficit was funded using the balance of funds brought forward from the previous year of Kshs. 352,651,665.



Dr. Paul K. Ronoh, PhD  
Principal Secretary



Dr. Cosmos Munyeke, PhD  
Senior Programme Coordinator



Nyakundi Mogere  
Fin&Admin Manager  
ICPAK Member No: 2665

## **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 KCEP CRAL Programme under the State Department for Crops Development. The financial statements are for the reporting entity KCEP CRAL Programme as required by Section 81 of the 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**

KCEP CRAL Programme recognises all receipts from the various sources when the event occurs, and the related cash has been received.

#### **i) Transfers from the Exchequer**

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



**Significant Accounting Policies (continued)**

**ii) External Assistance**

External assistance is monies 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 at 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 external loans acquired by the Project or any other debt the Project may take and 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. The funding summary analyzes the Project's undrawn external assistance.

**Significant Accounting Policies (continued)**

**e) Recognition of payments**

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

**i) Compensation to 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 incur 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.



**Significant Accounting Policies (continued)**

**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.

**Significant Accounting Policies (Continued)**

**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 recognised 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. **Annex 6** of this financial statement is a register of the contingent liabilities in the year.



**Significant Accounting Policies (Continued)**

**k) Contingent Assets**

KCEP CRAL Programme 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 KCEP CRAL Programme 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 recognised 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*.

**Significant Accounting Policies (Continued)**

**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).



**12. Notes to the Financial Statements**

**1. Transfers from Government entities**

These represent counterpart funding and other receipts from government as follows:

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>	<b>Cumulative to-date (from inception)</b>
	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
<b><i>Counterpart funding through Ministry of Agriculture and Livestock Development</i></b>			
Counterpart funds Quarter 1	0	0	0
Counterpart funds Quarter 2	100,000,000	0	397,500,000
Counterpart funds Quarter 3	0	0	0
Counterpart funds Quarter 4	0	0	0
<b>Total (See Annex 3)</b>	<b>100,000,000</b>	<b>0</b>	<b>397,500,000</b>
<b><i>Other transfers from government entities</i></b>			
Ministry	0	0	0
Ministry	0	0	0
Project	0	0	0
Agency	0	0	0
Total	<b>0</b>	<b>0</b>	<b>0</b>
Appropriations-in-Aid	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Notes to the Financial Statements (Continued)**

**2. Proceeds From Domestic and Foreign Grants**

During the financial period to 30 June 2024, we received grants from donors as detailed in the table below:

Name of Donor	2023-2024						2022-2023	Cumulative to date
	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount	Total Amount	
			Kshs	Kshs	Kshs	Kshs	Kshs	
Grants Received from Multilateral Donors (International Organizations)								
EU GRANT							30,929,400	3,093,506,581
ASAP GRANT	03-07-23	715,900	100,440,770	0	0	100,440,770	30,026,688	0
ASAP GRANT	03-10-23	752,000	110,664,320	0	0	110,664,320	76,148,551	0
ASAP GRANT	16-02-24	800,000	128,405,440	0	0	128,405,440	107,435,624	0
ASAP GRANT	31-05-24	645,930	85,519,388	0	0	85,519,388	97,219,755	1,179,917,736
<b>Total</b>		<b>2,913,830</b>	<b>425,029,918</b>	<b>0</b>	<b>0</b>	<b>425,029,918</b>	<b>341,760,018</b>	<b>4,273,424,317</b>



**Notes to the Financial Statements (Continued)**

**3. Loan from External Development Partners**

During the financial period to 30 June 2024, we received funding from development partners in form of loans negotiated by the National Treasury as detailed in the table below:

<b>Description</b>	<b>2023-2024</b>					<b>2022-2023</b>	<b>Cumulative to date</b>
<b>Name of Donor</b>	<b>Date received</b>	<b>Amount in loan currency</b>	<b>Loans received in actual amount</b>	<b>Loans received as direct payment*</b>	<b>Total amount in Kshs</b>	<b>Total amount in Kshs</b>	
		<b>US\$</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
Loans received from Multilateral Donors (International Organizations)							
IFAD LOAN	18-08-2023	4,621,950	661,724,581	0	661,724,581	0	0
IFAD LOAN	03-10-2023	2,358,400	347,062,144	0	347,062,144	0	0
IFAD LOAN	16-02-2024	2,430,000	390,031,524	0	390,031,524	1,852,133,972	6,643,586,677
<b>Total</b>		<b>9,410,350</b>	<b>1,398,818,249</b>	<b>0</b>	<b>1,398,818,249</b>	<b>1,852,133,972</b>	<b>6,643,586,677</b>

**Notes to the Financial Statements (Continued)**

**4. Miscellaneous receipts**

Description	2023-2024			2022-2023	Cumulative to-date (from inception)
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total receipts	Total receipts	
	Kshs	Kshs	Kshs	Kshs	Kshs
Property income					
Sales of goods and services					
Administrative fees and charges					
Fines, penalties, and forfeitures					
Voluntary transfers other than grants					
Other receipts not classified elsewhere*					443,218
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>443,218</b>





**Notes to the Financial Statements Continued)**

**5. Compensation to Employees**

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total payments	Total payments	
-	Kshs	Kshs	Kshs	Kshs	Kshs
Basic salaries of permanent employees	106,943,689	0	106,943,689	107,682,966	892,441,401
Basic wages of temporary employees	1,853,187	0	1,853,187	1,169,892	5,965,868
Pension and other social security contributions	0	0	0	0	121,000
Compulsory national social security schemes	907,200	0	907,200	241,680	1,487,280
Compulsory national health insurance schemes	726,000	0	726,000	748,550	5,168,850
Other personnel payments	0	0	0	0	945,000.00
<b>Total</b>	<b>110,430,076</b>	<b>0</b>	<b>110,430,076</b>	<b>109,843,088</b>	<b>906,129,399</b>

**Notes to the Financial Statements (Continued)**

**6. Purchase of Goods and Services**

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	
Utilities, supplies and services	4,567,145	0	4,567,145	4,361,307	43,934,175
Communication, supplies and services	3,462,390	0	3,462,390	4,490,170	37,404,461
Domestic travel and subsistence	80,368,245	0	80,368,245	48,918,543	570,079,920
Foreign travel and subsistence	1,087,311	0	1,087,311	3,525,856	4,988,521
Printing, advertising, and information supplies	31,105,088	0	31,105,088	10,893,130	112,690,007
Training payments	273,044,716	0	273,044,716	232,819,473	1,050,821,919
Hospitality supplies and services	29,200,741	0	29,200,741	9,037,290	64,561,600
Insurance costs	16,989,433	0	16,989,433	34,246,450	139,500,192
Specialized materials and services	126,182,585	0	126,182,585	30,937,761	312,083,108
Other operating payments	59,059,815	0	59,059,815	72,327,540	267,905,052
Routine maintenance – vehicles and other transport equipment	7,922,405	0	7,922,405	6,517,487	32,497,226
Routine maintenance- other assets	60,519,577	0	60,519,577	89,962,868	264,031,417
<b>Total</b>	<b><u>693,509,451</u></b>		<b><u>693,509,451</u></b>	<b><u>548,037,875</u></b>	<b><u>2,900,497,598</u></b>



**Notes to the Financial Statements (Continued)**

**7. Social Security Benefits**

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	
	Kshs	Kshs	Kshs	Kshs	
Government pension and retirement benefits	0	0	0	0	0
Social security benefits in cash and in kind	32,456,376	0	32,456,376	29,717,518	250,738,273
Employer social benefits in cash and in kind	0	0	0	0	0
<b>Total</b>	<b>32,456,376</b>	<b>0</b>	<b>32,456,376</b>	<b>29,717,518</b>	<b>250,738,273</b>

Notes to the Financial Statements (Continued)

8. Acquisition of Non-Financial Assets

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs.	Kshs.	Kshs	Kshs	
Construction of buildings	0	0	0	102,817,540	102,817,540
Refurbishment of buildings	90,783,943	0	90,783,943	24,408,032	339,809,802
Purchase of vehicles & other transport equipment	0	0	0	0	103,283,695
Purchase of office furniture & general equipment	0	0	0	2,683,300	85,449,400
Construction of civil works	757,896,512	0	757,896,512	0	757,896,512
Rehabilitation of civil works	0	0	0	0	49,480,674
<b>Total</b>	<b><u>848,680,455</u></b>	<b><u>0</u></b>	<b><u>848,680,455</u></b>	<b><u>129,908,872</u></b>	<b><u>1,438,737,623</u></b>



**Notes to the Financial Statements (Continued)**

**9. Transfers to other Government Entities**

During the financial period to 30 June 2024, we did not transfer any funds to reporting government entities as shown below:

Description	Insert Current FY			Insert Comparative FY	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	
Transfers to National Government entities					
Ministry					
Project					
Transfers to County Governments					
County					
County					
<b>Total</b>					

Notes to the Financial Statements (Continued)

10. Other Grants, Transfers and Payments

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	
Equity Bank (K) Ltd	259,503,727	0	259,503,727	406,180,192	2,552,006,668
Equity Group	0	0	0	0	52,291,850
Co-op Bank (K) Ltd	115,469,050	0	115,469,050	598,622,557	2,066,828,746
Kenya Agriculture Livestock Research Organization (KALRO)	0	0	0	0	166,108,157
East Africa Grain Council (EAGC)	0	0	0	0	178,410,323
Centre for Training and Integrated Research in ASAL Development (CETRAD)	0	0	0	13,483,141	96,297,299
Kenya Metrological Department (KMD)	0	0	0	21,686,878	113,139,355
Agricultural Market Development Trust (AGMARK)	0	0	0	0	69,983,404
International Centre for Research and Agroforestry (ICRAF)	0	0	0	11,610,802	41,565,053
National Drought Management Authority (NDMA)	0	0	0	59,624,208	221,624,208
European Union (EU)	0	0	0		44,145,559
<b>Total</b>	<b>374,972,777</b>	<b>0</b>	<b>374,972,777</b>	<b>1,111,207,778</b>	<b>5,602,400,622</b>



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Notes to the Financial Statements (Continued)**

**11. Cash And Cash equivalents**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts (Note 11A)	216,450,697	352,651,665
Cash in hand (Note 11B)	0	0
Cash equivalents (short-term deposits) (Note 11C)	0	0
<b>Total</b>	<b><u>216,450,697</u></b>	<b><u>352,651,665</u></b>

KCEP CRAL Programme has 11 project accounts spread within the project implementation area and 3 foreign currency designated accounts managed by the National Treasury as listed below:

**11. A Bank Accounts**

**Project Local Currency Bank Accounts**

<b>Details</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
<u>Local Currency Accounts</u>		
Equity Bank-Account No.1510263657085	83,346,227	712,050
Equity Bank-Account No.1510265062080	0	26,349
Equity Bank-Account No.1510264926255	65,624	65,624
Equity Bank-Account No.1510279192355	0	2,907,991
Co-operative Bank of Kenya-Account No. 01141587177900-PCU LOAN	82,886,355	175,629,377
Co-operative Bank of Kenya-Account No. 01141587177901-PCU ASAP	28,324,273	154,218,286
Co-operative Bank of Kenya-Account No. 01141587177902-CR-LOAN	7,781,501	326,009
Co-operative Bank of Kenya-Account No. 01141587177903-CR-ASAP	4,498,673	4,835,723
Co-operative Bank of Kenya-Account No. 01141587177904-ER-LOAN	2,589,909	2,446
Co-operative Bank of Kenya-Account No. 01141587177905-ER-ASAP	6,267,879	8,614,992
Co-operative Bank of Kenya-Account No. 01141587177906-WR-LOAN	690,256	1,641,660
Co-operative Bank of Kenya-Account No. 01141222797000-TAITA	0	520
Co-operative Bank of Kenya-Account No. 01141566540500-KWALE	0	11,959
Co-operative Bank of Kenya-Account No. 01141302244400-KITUI	0	3,657,130
Co-operative Bank of Kenya-Account No. 01141572005000-THARAKA	0	1,519
Co-operative Bank of Kenya-Account No. 01141748922300-MACHAKOS	0	30
<b>Total local currency balances</b>	<b><u>216,450,697</u></b>	<b><u>352,651,665</u></b>

*Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)*  
*Annual Report and Financial Statements for the financial year ended June 30, 2024*

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**11. B Project Special Deposit Accounts**

Details	2023-2024	2022-2023
<u>Foreign Currency Accounts</u>		
Central Bank –Ac. No.1000310316	3,725,901.40	4,621,950
Central Bank –Ac. No.1000310324	8,000.00	0
<b>Total Foreign Currency balances (US\$)</b>	<b><u>3,733,901.4</u></b>	<b><u>4,621,950</u></b>
<b>Total Foreign Currency balances (Kshs)</b>	<b><u>483,641,047</u></b>	<b><u>598,667,318</u></b>

N/B  
 The exchange rate used is the Central Bank of Kenya average exchange rate as at 28<sup>th</sup> June 2024 of Kshs.129.527 per US\$.

**11. C E-Voucher Bank Accounts**

Details	2023-2024	2022-2023
	Kshs	Kshs
Equity Bank-Account No.1510279192355	28,747,344.15	3,768,040.00
Co-operative Bank of Kenya-Account No. 012400000236H8	13,058,710.59	(1,370,915.68)
<b>Total local currency balances</b>	<b><u>41,806,054.74</u></b>	<b><u>2,397,124.32</u></b>



Notes to the Financial Statements (Continued)

**Special Deposit Accounts**

The balances in the Project's Special Deposit Account(s) as at 30<sup>th</sup> June 2024 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

Below is the Special Deposit Account (SDA) movement schedule which shows the flow of funds that were voted in the year. These funds have been reported as loans/grants received in the year under the Statement of Receipts and Payments.

**Special Deposit Accounts Movement Schedule**

Description	2023-2024	2022-2023
	Euro	Euro
<b>(i) A/C Name [A/c No. 1000213485]</b>		
Opening balance	0	0
Total amount deposited in the account	0	223,941.74
Total amount withdrawn (as per Statement of Receipts & Payments)	0	223,941.74
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	<b>0</b>	<b>0</b>
<b>(ii) A/c Name [A/c No. 1000310316]</b>	<b>US\$</b>	<b>US\$</b>
Opening balance (as per the SDA reconciliation)	4,621,950.00	0
Total amount deposited in the account	8,514,301.40	16,013,798.25
Total amount withdrawn (as per Statement of Receipts & Payments)	9,410,350.00	11,391,848.25
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	<b><u>3,725,901.40</u></b>	<b><u>4,621,950</u></b>
<b>(iii) A/c Name [A/c No. 1000310324]</b>	<b>US\$</b>	<b>US\$</b>
Opening balance (as per the SDA reconciliation)	0	0
Total amount deposited in the account	2,205,930.00	2,953,092.64
Total amount withdrawn (as per Statement of Receipts & Payments)	2,197,930.00	2,953,092.64
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	<b><u>8,000.00</u></b>	<b><u>0</u></b>

N/B

1. The Special Deposit Accounts reconciliation statements have been attached as Appendix 1 support these closing balance.

i) Under Special Account No. 1000310324, US\$. 715,900 (Kshs. 100,440,770) withdrawn from the account on 23<sup>rd</sup> June 2023, was credited to the project operational bank account in July 2023 hence recognized as receipts for the FY 2023/2024.

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Notes to the Financial Statements (Continued)**

**11 B Cash in hand**

Description	2023-2024	2022-2023
	KShs	KShs
Location 1	0	0
Other locations ( <i>specify</i> )	0	0
<b>Total cash in hand balances</b>	<b>0</b>	<b>0</b>

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

Description	2023-2024	2022-2023
	Kshs	Kshs
Co-Operative Bank of Kenya [A/C No.....]	0	0
Others ( <i>Specify</i> )	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**12. Imprests and Advances**

Description	2023-2024	2022-2023
	Kshs	Kshs
Government Imprests	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**12A: Breakdown of Imprests and Advances**

Name of Officer or Institution	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance Current 2023-2024	Balance Comparative 2022-2023
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>Officer 1</i>	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**13. Third-Party Deposits and Retention**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Retention	0		0	
Deposits	0		0	
<b>Total</b>	<b>0</b>		<b>0</b>	
<b>Ageing analysis:</b>	<b>2023-2024</b>	<b>% of the Total</b>	<b>2022-2023</b>	<b>% of the Total</b>
Under one year	0	%	0	%
<b>Total</b>	<b>0</b>	<b>%</b>	<b>0</b>	<b>%</b>



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**14. Fund Balance Brought Forward**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts	352,651,665	87,472,806
Cash in hand	0	0
Cash equivalents (short-term deposits)	0	0
Outstanding imprests and advances	0	0
Deposits and retention	0	0
<b>Total</b>	<b>352,651,665</b>	<b>87,472,806</b>

**15. Prior Year adjustment**

	<b>Balance b/f Previous FY (audited financial statements)</b>	<b>Adjustments</b>	<b>Adjusted balance b/f Previous FY</b>
<b>Description of the error</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
Bank account Balances			
Cash in hand			
Imprests and advances			
Deposits and retentions			
Others ( <i>specify</i> )			
<b>Total</b>			

**16. Changes in Accounts Receivables (Imprests and Advances)**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Opening Receivables as at 1 <sup>st</sup> July 2023	0	0
Closing account receivables as at 30 <sup>th</sup> June 2024	0	0
<b>Change in Imprests and advances</b>	<b>0</b>	<b>0</b>

**17. Changes in Accounts Payables (Deposits and Retention)**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Deposit and Retentions as at 1 <sup>st</sup> July 2023	0	0
Closing accounts payables as at 30 <sup>th</sup> June 2024	0	0
<b>Changes in deposit and retention</b>	<b>0</b>	<b>0</b>

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window  
(KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Other Important Disclosures**

**1. Pending Accounts Payable (See Annex 4a)**

	Balance b/f from Comparative FY	Additions for the year	Paid during the year	Balance c/f For Current FY
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	0	0	0	0
Construction of civil works	0	0	0	0
Supply of goods	0	0	0	0
Supply of services	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**2. Pending Staff Payables (See Annex 4b)**

	Balance b/f from Comparative FY	Additions for the year	Paid during the year	Balance c/f for Current FY
Description	Kshs	Kshs	Kshs	Kshs
Senior management	0	0	0	0
Middle management	0	0	0	0
Union employees	0	0	0	0
Others	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**3. Other Pending Payables (See Annex 4c)**

	Balance b/f from Comparative FY	Additions for the year	Paid during the year	Balance c/f for Current FY
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	0	0	0	0
Amounts due to County Government entities	0	0	0	0
Amounts due to third parties	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Other Important Disclosures (Continued)**

**4. External Assistance**

	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
External assistance received as grants	425,029,918	341,760,018
External assistance received as loans	1,398,818,249	1602,133,972
External assistance received in kind- as payment by third parties	0	250,000,000
<b>Total</b>	<b><u>1,823,848,167</u></b>	<b><u>2,193,893,990</u></b>

**a). External assistance relating loans and grants**

	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
External assistance received as loans	1,398,818,249	1,852,133,972
External assistance received as grants	425,029,918	341,760,018
<b>Total</b>	<b><u>1,823,848,167</u></b>	<b><u>2,193,893,990</u></b>

**b) Undrawn external assistance**

	<b>Purpose for which the undrawn external assistance may be used</b>	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>		<b>Kshs</b>	<b>Kshs</b>
Undrawn external assistance - loans		769,413,323	932,731,572
Undrawn external assistance - grants		558,005,683	683,035,601
<b>Total</b>		<b><u>1,327,419,006</u></b>	<b><u>1,615,767,173</u></b>

**c) Classes of providers of external assistance**

	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Multilateral donors	1,823,848,167	2,193,893,990
<b>Total</b>	<b><u>1,823,848,167</u></b>	<b><u>2,193,893,990</u></b>

The overall goal of this assistance is to contribute to the reduction of rural poverty and food insecurity of small holder farmers in the ASAL's by developing their economic potential while improving their natural resources management capacity and resilient to climate change in an increasingly fragile ecosystem.

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Other Important Disclosures (Continued)**

**d. Non-monetary external assistance**

	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Goods	0	0
Services	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**e Purpose and use of external assistance**

<b>Payments made by third parties</b>	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Transfers to other Government entities	0	0
Other grants and transfers	0	250,000,000
<b>Total</b>	<b>0</b>	<b>250,000,000</b>

**f. External Assistance paid by third parties on behalf of KCEP CRAL Programme by IFAD**

	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
National government	0	0
Multilateral donors	0	250,000,000
Bilateral donors	0	0
<b>Total</b>	<b>0</b>	<b>250,000,000</b>

**5. Payments by third party on behalf of the project**

**5.1 Classification by Source**

	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
National government	0	0
Multilateral donors	0	250,000,000
<b>Total</b>	<b>0</b>	<b>250,000,000</b>

**5.2 Classification of payments made by Third Parties by Nature of expenses**

<b>Payments made by third parties</b>	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Other grants and transfers	0	250,000,000
<b>Total</b>	<b>0</b>	<b>250,000,000</b>



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Other Important Disclosures (Continued)**

**6. Related Party Disclosures**

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS. The comprise of related parties to the Project

- i) Key management personnel including the program director/manager
- ii) The implementing entity/ministry/ department
- iii) Other Ministries and Departments.
- iv) The National Treasury

**Related party transactions:**

	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>Compensation to Key Management</b>		
Compensation to the Program manager/ director	6,624,000	6,624,000
Key Management Compensation others (specify)	102,049,196	102,049,196
<b>Total Compensation to Key Management</b>	<b>108,673,196</b>	<b>108,673,196</b>
<b>Transfers to related parties</b>		
Transfers to other government entities		1,111,207,778
<b>Total Transfers to related parties</b>		<b>1,111,207,778</b>
<b>Transfers from related parties</b>		
Transfers from the Ministry/ department	1,923,848,167	1,953,893,990
Payments made on behalf of the project by other govt. entities	0	0
(Insert any other transfers received)	0	0
<b>Total Transfers from related parties</b>	<b>1,923,848,167</b>	<b>1,953,893,990</b>

**7. Contingent Liabilities**

<b>Contingent liabilities</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Court case against the project	0	0
Bank guarantees in favour of other govt. entities	0	0
Contingent liabilities arising from PPPs/ donor agreements	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Annex 1: Prior Year Auditor-General’s Recommendations**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe
1	<p><b>Delayed Disbursement of Funds</b></p> <p>The statement of receipts and payments reflects loans from external development partners totalling to Kshs.1,852,133,972 as further reflected in Note 3 to the financial statements. However, review of records revealed that disbursements for fourth quarter activities amounting to Kshs.100,440,770 was disbursed in June, 2023 but was received in the Project Bank Account on 3 July, 2023. The delayed disbursement of funds affected the planned activities and may have impacted negatively on delivery of goods and services to the public.</p>	<p>The funds were received in the Project Bank Account on 3 July, 2023. This did not affect implementation of Programme activities as the funds were utilized in the Subsequent Financial year 2023/2024.</p>	Resolved	July 2023.
2	<p><b>Budgetary Control and Performance</b></p> <p>The statement of comparison of budget and actual amounts reflects final payments budget and actual amounts of Kshs.2,820,000,000 and Kshs.1,928,715,131 respectively resulting to an under-expenditure of Kshs.891,284,869 or 32% of the budget.</p> <p>The underutilization of funds affected the planned activities and may have impacted negatively on delivery of goods and services to the public.</p>	<p>Most of the works procured in the financial year 2022/2023 were completed in the subsequent FY 2023/2024 and the expenditure was made.</p>	Resolved	30 <sup>th</sup> June 2024



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**

**Annual Report and Financial Statements for the financial year ended June 30, 2024**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe
3	<p><b>Failure to Transfer Counterpart Funds</b></p> <p>Review of the financial statement and documents provided for audit revealed that the Republic of Kenya did not transfer Kshs.20 million being counterpart funding for the financial year ended 30 June, 2023. This is contrary to Section 2 of the Financing Agreement between International Fund for Agricultural Development and the Republic of Kenya that stipulates that the recipient shall provide counterpart financing for the programme to cover taxes and duties.</p> <p>In the circumstances, the Management was in breach of the financing agreement</p>	<p>The funds were budgeted and received in the subsequent FY 2023/2024 when GoK disbursed Kshs. 100,000 to the Project</p>	<p>Resolved</p>	<p>30<sup>th</sup> June 2024</p>



.....  
**Dr. Paul K. Ronoh, PhD**  
**Principal Secretary**



.....  
**Dr. Cosmus Munyeke, PhD**  
**Senior Programme Coordinator**

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Annex 2: Variance explanations - Comparative Budget and Actual amounts for Current FY**

	<b>Final Budget</b>	<b>Actual on Comparable Basis</b>	<b>Budget Utilization Difference</b>	<b>% of Utilization</b>	<b>Comments on Variance (below 90% and over 100%)</b>
	<b>a</b>	<b>b</b>	<b>c=a-b</b>	<b>d=b/a %</b>	
<b>Receipts</b>					
Transfer from Government entities	100,000,000	100,000,000	0	100%	Government disbursed all counterpart funds during the year as expected
Proceeds from domestic and foreign grants	575,500,000	425,029,918	150,470,082	74%	The donor did not disburse all the funds under EU Grant No. 2000003493 as expected.
Proceeds from borrowings	1,400,000,000	1,398,818,249	1,181,751	100%	The donor disbursed all the funds as budgeted
Miscellaneous receipts	0	0	0		
<b>Total Receipts</b>	<b>2,075,500,000</b>	<b>1,923,848,167</b>	<b>151,651,833</b>	<b>93%</b>	
<b>Payments</b>					
Compensation of employees	111,550,000	110,430,076	1,119,924	99%	Expenditure was within the budget allocation
Purchase of goods and services	704,686,000	693,509,451	11,176,549	98%	Expenditure was within the budget allocation
Social security benefits	35,000,000	32,456,376	2,543,624	93%	Expenditure was within the budget allocation
Acquisition of non-financial assets	848,914,000	848,680,455	233,545	100%	Expenditure was within the budget allocation
Other grants and transfers	375,350,000	374,972,777	377,223	100%	Expenditure was within the budget allocation
<b>Total payments</b>	<b>2,075,500,000</b>	<b>2,060,049,135</b>	<b>15,450,865</b>	<b>99%</b>	





**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Annex 3: Reconciliation of inter-entity transfers**

<b>Project Name:</b>				
<b>Break down of transfers from the State Department of Agriculture</b>				
<b>a.</b>	<b>Government Counterpart funding</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	GoK Counterpart	22-09-2023	50,000,000	2023/2024
	GoK Counterpart	26-02-2024	50,000,000	2023/2024
	<b>Total</b>		<b>100,000,000</b>	
<b>B.</b>	<b>Direct payments</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	<b>Total</b>			
<b>C.</b>	<b>Others</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	IFAD Loan No. 2000001121	18-08-2023	661,724,581	2023/2024
	IFAD Loan No. 2000001121	03-10-2023	347,062,144	2023/2024
	IFAD Loan No. 2000001121	16-02-2024	390,031,524	2023/2024
	ASAP GRANT 2000001122	03-07-2023	100,440,770	2023/2024
	ASAP GRANT 2000001122	03-10-2023	110,664,320	2023/2024
	ASAP GRANT 2000001122	16-02-2024	128,405,440	2023/2024
	ASAP GRANT 2000001122	31-05-2024	85,519,388	2023/2024
	<b>Total</b>		<b>1,823,848,167</b>	
	<b>Total (A+B+C)</b>		<b>1,923,848,167</b>	

The above amounts have been communicated to and reconciled with the Parent Ministry/ State Department of Agriculture

  
**Senior Programme Coordinator**  
**KCEP-CRAL Programme**

  
**Head of Accounting Unit**  
**Ministry of Agriculture and Livestock Development**  
**State Department for Agriculture**

*Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)*  
*Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Annex 4a: Analysis of Pending Bills**

Supplier of Goods or Services	Date Contracted/ invoiced.	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
		<b>a</b>	<b>b</b>	<b>c=a-b</b>		
Construction of buildings						
1.						
<b>Sub-Total</b>						
Construction of civil works						
2.						
<b>Sub-Total</b>						
Supply of goods						
3.						
<b>Sub-Total</b>						
Supply of services						
4.						
<b>Sub-Total</b>						
<b>Grand Total</b>						



**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Annex 4b: Analysis of Pending: Staff Bills**

<b>Name of Staff</b>	<b>Job Group</b>	<b>Date Payable Contracted</b>	<b>Original Amount</b>	<b>Amount Paid To-Date</b>	<b>Outstanding Balance Current FY</b>	<b>Outstanding Balance Previous FY</b>	<b>Comments</b>
<b>Permanent Employees - Management</b>							
1.							
<b>Sub-Total</b>							
<b>Permanent Employees - Others</b>							
2.							
<b>Sub-Total</b>							
<b>Temporary employees</b>							
3.							
<b>Sub-Total</b>							
<b>Others (specify)</b>							
4.							
<b>Sub-Total</b>							
<b>Grand Total</b>							

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Annex 4c: Analysis of other Pending Payables**

Name	Brief Description	Date Payable Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
<b>Amounts due to National Govt Entities</b>							
1.							
<b>Sub-Total</b>							
<b>Amounts due to County Govt Entities</b>							
2.							
<b>Sub-Total</b>							
<b>Amounts due to Third Parties</b>							
3.							
<b>Sub-Total</b>							
<b>Others (specify)</b>							
4.							
<b>Sub-Total</b>							
<b>Grand Total</b>							



**Annex 5: Summary of Fixed Assets Register**

<b>Asset class</b>	<b>Opening Cost (Kshs) 2023/2024</b>	<b>Donations in form of assets (Kshs) 2023/2024</b>	<b>*Purchases/ Additions in the Year (Kshs) 2023/2024</b>	<b>**Disposals in the Year (Kshs) 2023/2024</b>	<b>Transfers in/(out) Kshs 2023/2024</b>	<b>Closing Cost (Kshs) 2023/2024</b>
	<b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(d)</b>	<b>(e)= (a)+ (b)+c)- (d)+(-)d</b>
Land	0	0	0	0	0	0
Buildings and structures	351,843,399	0	90,783,943	0	0	442,627,342
Transport equipment	103,283,695	0	0	0	0	103,283,695
Office equipment, furniture and fittings	11,508,399	0	0	0	0	11,508,399
ICT Equipment,	73,941,001	0	0	0	0	73,941,001
Other Machinery and Equipment	0	0	0	0	0	0
Infrastructure assets roads, rails	49,480,674	0	0	0	0	49,480,674
Construction of Civil Works	0	0	757,896,512	0	0	757,896,512
<b>Total</b>	<b>590,057,168</b>	<b>0</b>	<b>848,680,455</b>	<b>0</b>	<b>0</b>	<b>1,438,737,623</b>

**Kenya Cereal Enhancement Programme-Climate Resilient Agriculture Livelihoods Window (KCEP-CRAL)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2024**

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**Annex 6: Contingent Liabilities Register**

	Nature of contingent liability	Remarks
1		
2		

**Annex 7: Reporting of Climate Relevant Expenditures**

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

**Annex 8: Reporting Disaster Management Expenditure**

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



**Annex 9: Other Support Documents**

- i. Bank Reconciliations statement as at 30<sup>th</sup> June 2024
- ii. Board of Survey Report
- iii. Special Deposit Account(s) reconciliation statement(s)
- iv. Special Deposit Account(s) reconciliation statement(s)