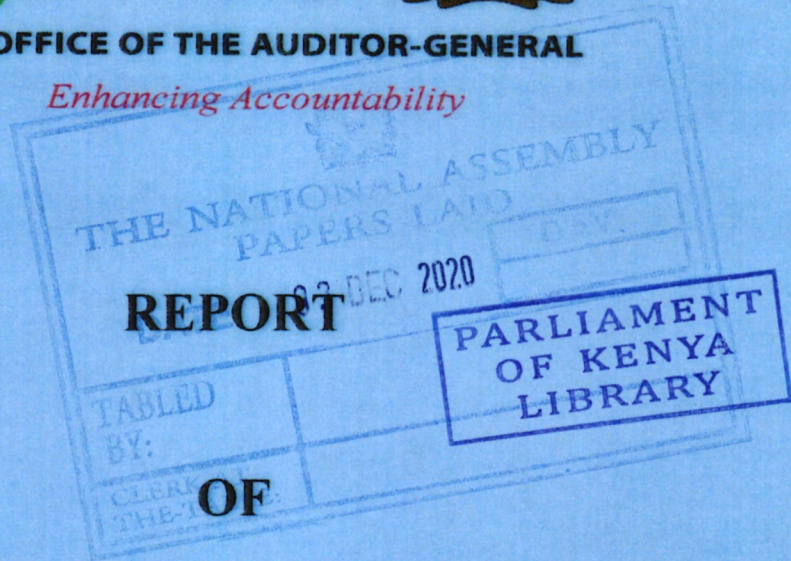


REPUBLIC OF KENYA



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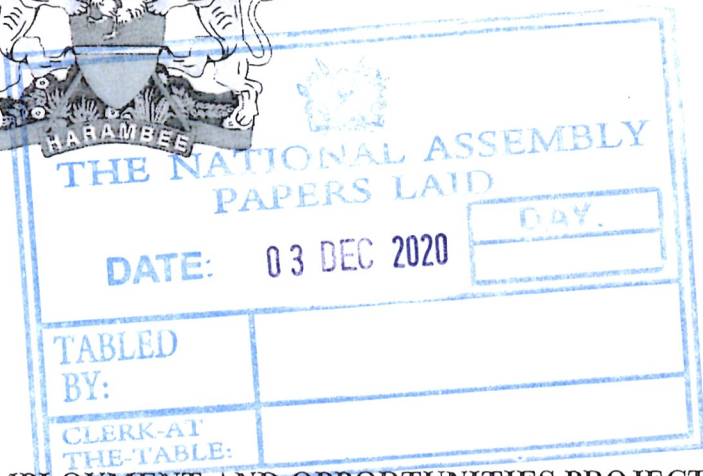
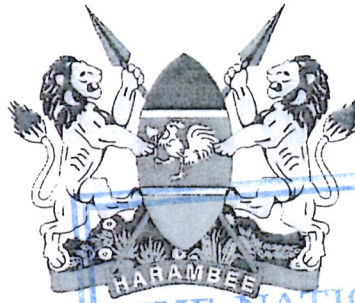
THE AUDITOR-GENERAL

ON

**KENYA YOUTH EMPLOYMENT AND
OPPORTUNITIES PROJECT CREDIT
NO.58120-KE**

**FOR THE YEAR ENDED
30 JUNE, 2019**

STATE DEPARTMENT FOR LABOUR



Project Name KENYA YOUTH EMPLOYMENT AND OPPORTUNITIES PROJECT

Implementing Entity STATE DEPARTMENT FOR LABOUR

PROJECT GRANT/CREDIT NUMBER 58120-KE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019

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

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1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name: The project's official name is Kenya Youth Employment and Opportunities Project

Objective: The key objective of the project is to increase employment and earnings opportunities for the targeted youths.

Address: The project headquarters offices are:

Ministry of Labour and Social Protection

State Department of Labour

Social Security House

P O Box 40326 -00100,

Block "B", 15th Floor

Nairobi, Kenya.

Email: ps@labour.go.ke

Website: <http://www.labour.go.ke/>

The address of its registered office is in Nairobi County, Kenya

The project also has offices/branches as follows:

- The Project does not have other offices/branches

Contacts: The following are the project contacts

Telephone: 0202729800/EXT4410/4403

E-mail: ps@labour.go.ke

Website: www.go.ke

1.2 Project Information

Project Start Date:	The project start date is 20 – May -2016
Project End Date:	The project end date is 31 - Dec 2021
Project Manager:	The project manager is Mr James Maru
Project Sponsor:	The project sponsor is GoK through a credit from World Bank IDA

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the State Department for Labour
Project number	P151831
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <ul style="list-style-type: none"> (i) Enhancing employability through creating jobs and expanding existing ones thus increasing earnings for youth interested in self-employment or wage employment (ii) Enhancing employability of vulnerable youth by providing targeted youth with training and internships in private sector (iii) Enhance access to labour market (iv) Strengthening youth policy development and project management
Achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> (i) Identification of Labour Market Information system users and specify their needs. (ii) Production of LMIS content. (iii) Dissemination of LMIS content and Awareness creation.

<p>Other important background information of the project</p>	<p>The Kenya Youth Employment opportunities Project (KYEOP) is a five-year Safety net project for vulnerable youth funded with a USD150million credit from the World Bank Group and whose development objective (PDO) is "to increase employment and earnings opportunities for targeted youths". The KYEOP is implemented through four government agencies under four components as follows:</p> <p>Component 1: Training and Work Experience – to be jointly implemented by the National Industrial Training Authority (NITA) and the Ministry of Public Service, Youth and Gender Affairs (MPYG) – USD75Million.</p> <ul style="list-style-type: none"> ○ This component aims to address the issue of skills mismatch by providing targeted youth with trainings and internships in the Private Sector. The objective is to enhance youth employability. ○ The target is to reach over 70,000 youth <p>1. Component 2: Job Creation – to be jointly implemented by the Micro and Small Enterprises Authority (MSEA) and the MPYG) – USD41.5 million.</p> <ul style="list-style-type: none"> ○ This component aims to address the issue of lack of employment opportunities. The objective is to create jobs and expand existing ones thus increasing earnings for youth interested in self-employment or wage employment. ○ The target is to reach over 30,000 youth <p>2. Component 3: Improving Labour Market Information – to be implemented by the Ministry of East African Community Affairs, Labour and Social protection (MEACLSP) – USD 13.5 million</p> <ul style="list-style-type: none"> ○ This component aims to address the issue of lack of labour market information (LMI). The objective is to enhance access to LMI and ensure availability of quality information in a timely manner. <p>3. Component 4: Strengthening Youth Policy Development and Project Management – to be implemented by the MPYG – USD 20million.</p> <ul style="list-style-type: none"> ○ This component aims to enhance the MPYG ‘s capacity for youth policy formulation, development and monitoring and evaluation as well as support the establishment and operationalization of a project coordination unit. <p>The MPYG is the overall coordinator, even though each implementing agency receives and accounts for funds for the KYEOP part under them separately; with the NITA and MSEA receiving/reporting through their respective line ministries i.e. Ministry of Industry, Trade and Cooperatives and the MEACLSP respectively.</p> <p>The KYEOP is at the stage of implementation readiness where each implementing agency is in the process of setting up systems and capacity building the implementing teams.</p>
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*Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019*

Current situation that the project was formed to intervene	The project was formed to intervene in the following areas: (i) Unemployment amongst out-of-school youth (ii) Lack of quality and up-to-date labour market information (iii) Inadequate Institutional Capacity for Youth Policy Planning, Implementation and Monitoring and Evaluation
Project duration	The project started on 20th May 2016 with the Financing Agreement being signed on 4 th July 2016. The Project became effective on 15 th December 2016.

1.4 Bankers

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

1.5 Auditors

Auditor General
Kenya National Audit Office
Anniversary Towers, University Way
P.O. Box 30084
GOP 00100
Nairobi, Kenya

1.6 Roles and Responsibilities

List the different people who will be 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.

Names	Title designation	Key qualification	Responsibilities
Mr James Maru	KYEOP Coordinator	Assistant Director NHRPD	Project manager
Mr Peter Angonga	Project Officer LMI content	Assistant Director NHRPD	In charge of LMI content production
Ms Meldah Angir	Project Officer KNOCS revision	Assistant Director NHRPD	In charge of KNOCS update and occupation classification standards

1.7 Funding summary

The Project is for duration of 5 years from 2016 to 2021 with an approved budget of US\$ 13.5 (use donor currency) equivalent to KShs 1.35 Billion as highlighted in the table below:

Below is the funding summary:

Source of funds	Donor Commitment-		Amount received to date - (30 June 2019)		Undrawn balance to date (30 - June- 2019)	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Loan	USD	KSH	USD	KSH	USD	KSH
World Bank	13.5Million	1.35Billion	2,735,519	276,948,457	10,764,481	1,073,051,543
Total	13.5million	1.35Billion	2,735,519	276,948,457	10,764,481	1,073,051,543

1.8 Summary of Overall Project Performance:

Review of the Kenya National Occupational Classification Standard

A Technical Consultant provided by ILO undertook a mission between 4th and 9th February 2019 to meet stakeholders and assess the level of support that the Country needed in revising the document and review of work so far done towards the revision of KNOCS 2000.

Key recommendations of the Mission touched on:

- Conceptual framework to be adapted
- The Classification Structure of the revised KNOCS
- Level of detail to devolved into
- Process to be applied in developing the classification structure
- Definition of categories of occupations
- Development of Tools to support implementation
- Recommended institutional frameworks to support the Revision process
- Update, maintenance and Terminologies to be applied.

Based on the Mission recommendations the workplan for revision of the Kenya National Occupational Classification Standards (KNOCS 2000) was revised with new time lines.

Domestication of International Standard of Industrial Classifications (ISIC)

Domesticated Sections of KeSIC (i.e Agriculture, Hunting, Forestry and Fishing; Mining and Quarrying; Manufacturing; and Construction) Validated using comments/input from stakeholders. Correspondence tables for the above sections also finalized.

Informal Sector Survey

Progress made

- i. Retraining of the survey personnel was undertaken for three days from 30th January to 2nd February 2019 (this was necessitated by the time lapse after the first training which had been done on 26th September to 3rd October 2018).
- ii. Launch of the listing phase of ISSOS 2019 done by Cabinet Secretary during a Breakfast Stakeholder Briefing on 15th February 2019.
- iii. Survey personnel briefing, collection of survey tools undertaken on 18/2/2019.
- iv. Listing of Households and Enterprises undertaken for twenty (20) days from 19th February to 10th March 2019.
- v. Data cleaning and sampling done from Thursday 14th to Saturday 23rd March 2019.
- vi. The training of Research Assistants and Supervisors on the four survey modules undertaken from April 26th to 2nd May 2019.
- vii. Data collection for the ISSOS survey commenced on 10th June for 40 days and ended on 19th July 2018.
- viii. Data preparation, cleaning and editing undertaken in September in preparation for report writing.

Labour Market Information System

- i. MLSP provided information to NITA information on wages by occupations in Micro and Small enterprise firms.
- ii. Technical Advisor (TA) undertook an in house data analysis and indicator development sessions with officers in the NHRPD department using the STEP Report in March 2019. Labour Market Indicators developed using the STEP data has been disseminated through the KLMIS portal.
- iii. A Labour Market Observatory (LMO) was created and Officers were appointed as core team to manage, process, analyze data disseminate findings.
- iv. Technical Advisor (TA) is currently working with the team to analyze data from the ISSOS survey in preparation for Report writing.

Management Information System

- i. The Consultant commenced on the tasks as stipulated in the TOR and prepared a draft inception March 2019. After discussions with the TA, the Consultant embarked on developing the MIS and is due to finalize by September 2019.
- ii. So far the Consultant has developed two API's to connect administrative data sources on labour supply and labour demand.

1.9 Summary of Project Compliance:

The project since inception has been adhering to the existing applicable laws and regulations as well as external financing agreements and conventions as stipulated by the government of Kenya and World Bank.

2. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The *Principal Secretary* for the Ministry of State Department for Labour and the *Project Coordinator* for Kenya Youth Employment and Opportunities *project* are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year (period) ended on June 30, 2019. 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 (vi) making accounting estimates that are reasonable in the circumstances.

The *Principal Secretary* for the Ministry of State Department for Labour and the *Project Coordinator* for Kenya Youth Employment and Opportunities *project* accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The *Principal Secretary* for the Ministry of State Department for Labour and the *Project Coordinator* for Kenya Youth Employment and Opportunities *project* are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2019, and of the Project's financial position as at that date. The *Principal Secretary* for State Department for Labour and the *Project Coordinator* for Kenya Youth Employment and Opportunities *project* further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The *Principal Secretary* for the Ministry of State Department for Labour and the *Project Coordinator* for Kenya Youth Employment and Opportunities *project* 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 State Department for Labour and the *Project Coordinator* for Kenya Youth Employment and Opportunities *project* on 18th November 2019 and signed by them.



Principal Secretary
Name: Peter K. Tum, OGW



Project Coordinator
Name: James Maru



Project Accountant:
Name: Winnyrose Moraa
ICPAK Member Number: 11431

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON KENYA YOUTH EMPLOYMENT AND OPPORTUNITIES PROJECT CREDIT NO.58120-KE FOR THE YEAR ENDED 30 JUNE, 2019 – STATE DEPARTMENT FOR LABOUR

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Kenya Youth Employment and Opportunities Project (KYEOP) Credit No.58120-KE – State Department for Labour set out on pages 1 to 19, which comprise the statement of financial assets and liabilities as at 30 June, 2019, and the statement of receipts and payments, statement of cash flows and statement of comparative 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, 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 Youth Employment and Opportunities Project Credit No.58120-KE – State Department for Labour as at 30 June, 2019, 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 Credit Agreement No.58120-KE dated 04 July, 2016 between the International Development Association (IDA) and the Government of Kenya and the Public Finance Management Act, 2012.

In addition, the special accounts statement presents fairly the special accounts transaction and the closing balance has been reconciled with the books of account.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kenya Youth Employment and Opportunities Project management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled all other ethical responsibilities in accordance with 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.

Key Audit Matters

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

Other Matter

Budget Control and Performance

The Project had budgeted to receive a total of Kshs.260,000,000 from External Development Partners but actual receipts amounted to Kshs.105,551,195 resulting into a shortfall of Kshs.154,448,805 or 59% of the total budgeted receipts. Similarly, the project had budgeted to spend an amount of Kshs.260,000,000 but actual expenditure amounted to Kshs.176,230,917 or 64% leaving an amount of Kshs.83,769,083 or 32% which mainly occurred under purchase of goods and services which recorded an under-expenditure of Kshs.76,593,383. Due to huge under-collection of receipts, the management utilized past savings to finance current activities amounting to Kshs.70,679,722.

The under-utilization of funds was attributed largely to delays in approvals from both the bank and informal sector skills and occupations survey. Under-utilization of funds implies that the project did not achieve its planned goals and objectives.

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, I confirm that nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for conclusion

My responsibility is to express a conclusion based on the review. The review was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements, plan, and perform the review to obtain limited assurance as to whether the activities, financial transactions and information reflected in the financial statements are in compliance, 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 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

My responsibility is to express a conclusion based on the review. The review was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standard requires that I plan and perform the audit so as to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance was maintained

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 Development Association (IDA) and financing agreement for Kenya Youth Employment and Opportunities Project, I report based on my audit, that:

- i. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii. In my opinion, adequate accounting records have been kept by the project, so far as appears from the examination of those records; and,
- iii. The project 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 control 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 control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Project's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to liquidate the Project or to cease operations.

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

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

Those charged with governance are responsible for overseeing the project's financial reporting process, reviewing the effectiveness of how the entity 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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness 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 addition to the audit of the financial statements, a compliance review is planned and performed to express a conclusion with limited assurance as to whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution. The nature, timing and extent of the compliance work is limited compared to that designed to express an opinion with reasonable assurance on the financial statements.

Further, in planning and performing the audit of the financial statements and review of compliance, I consider internal control 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 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the project policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue as a going concern or to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Project to cease to continue as a going concern or to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

31 August, 2020

4. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE PERIOD ENDED 30TH JUNE 2019

	Note	2018/2019		2017/2018		Cumulative to-date (From inception)
		Receipts and payments controlled by the entity	Payments made by third parties	Receipts and payment controlled by the entity	Payments made by third parties	
		KShs	KShs	KShs	KShs	KShs
RECEIPTS						
Loan from external development partners	8.3	105,551,195	-	129,990,741	-	276,948,457
TOTAL RECEIPTS		105,551,195	-	129,990,741	-	276,948,457
PAYMENTS						
Purchase of goods and services	8.4	170,906,617	-	50,068,630	-	240,938,066
Acquisition of non-financial assets	8.5	5,324,300	-	8,489,050	-	13,813,350
TOTAL PAYMENTS		176,230,917	-	58,557,680	-	254,751,416
DEFICIT		(70,679,722)	-	71,433,061	-	22,197,041

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



Principal Secretary
 Name: Peter K. Tum, OGW



Project Coordinator
 Name: James Maru




Project Accountant
 Name: WinnYROSE MORAA
 ICPAK Member Number: 11431

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

5. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2019

	Note	2018-2019	2017-2018
		KShs	KShs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8.6.A	22,197,041	92,876,763
TOTAL FINANCIAL ASSETS		22,197,041	92,876,763
REPRESENTED BY			
Fund balance b/fwd	8.7	92,876,763	21,443,702
Surplus/(Deficit) for the year		(70,679,722)	71,433,061
NET FINANCIAL POSITION		22,197,041	92,876,763

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 18th November 2019 and signed by:



Principal Secretary
 Name: Peter K. Tum, OGW



Project Coordinator
 Name: James Maru



Project Accountant
 Name: Winnyrose Moraa
 ICPAK Member Number: 11431

*Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019*

6. STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2019

		2018-2019	2017-2018
	Note	KShs	KShs
Payments for operating activities			
Purchase of goods and services	8.4	170,906,617	50,068,630
Net cash flow from operating activities		(170,906,617)	(50,068,630)
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	8.5	5,324,300	8,489,050
Net cash flows from Investing Activities		(5,324,300)	(8,489,050)
CASHFLOW FROM BORROWING ACTIVITIES			
Loan from external development partners	8.3	105,551,195	129,990,741
Net cash flow from financing activities		105,551,195	129,990,741
NET INCREASE IN CASH AND CASH EQUIVALENT		(70,679,722)	71,433,061
Cash and cash equivalent at BEGINNING of the year		92,876,763	21,443,702
Cash and cash equivalent at END of the year		22,197,041	92,876,763

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 18th November 2019 and signed by:



Principal Secretary
Name: Peter K. Tum, OGW



Project Coordinator
Name: James Maru




Project Accountant
Name: WinnYROSE MORA
ICPAK Member Number: 11431

*Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019*

7. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

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 %
Receipts						
Proceeds from borrowings	210,000,000	50,000,000	260,000,000	105,551,195	154,448,805	41%
Total Receipts	210,000,000	50,000,000	260,000,000	105,551,195	154,448,805	41%
Payments						
Compensation of employees						
Purchase of goods and services	197,500,000	50,000,000	247,500,000	170,906,617	76,593,383	69%
Social security benefits						
Acquisition of non-financial assets	12,500,000	-	12,500,000	5,324,300	7,175,700	43%
Transfers to other government entities						
Other grants and transfers						
Total Payments	210,000,000	50,000,000	260,000,000	176,230,917	83,769,083	68%

Note: The significant budget utilisation/performance differences in the last column are explained in **Annex 1** to these financial statements.



Principal Secretary
Name: Peter K. Tum, OGW



Project Coordinator
Name: James Maru



Project Accountant
Name: WinnYROSE MORA
ICPAK Member Number: 11431

8. NOTES TO THE FINANCIAL STATEMENTS

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

8.1. Basis of Preparation

8.1.1. 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.

8.1.2. Reporting entity

The financial statements are for the Project xxx under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

8.1.3. 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.

8.2. Significant Accounting Policies

a) Recognition of receipts

The Project recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the Government.

• Transfers from the Exchequer

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

• External Assistance

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

Proceeds from borrowing

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

Undrawn external assistance

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

- **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 recognised in the financial statements the time associated cash is received.

b) Recognition of payments

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

- **Compensation of employees**

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

- **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.

- **Interest on borrowing**

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **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.

- **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.

c) 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.

d) 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 authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Accounts receivable

For the purposes of these financial statements, imprests and advances to authorised 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.

f) 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' items to provide a sense of the overall net cash position of the Project at the end of the year. 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.

g) 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.

h) 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.

During the year Kshs 0 billion being loan disbursements were received in form of direct payments from third parties.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) 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 recognised in the statements of receipts and payments.

j) 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.

k) 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, 2019.

l) Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. Restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8.3. LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

During the 12 months to 30 June 2019 we received funding from development partners in form of loans negotiated by the National Treasury donors as detailed in the table below:

Name of Donor	Date received	Amount in loan currency	Loans received in cash	Loans received as direct payment *	Total amount in KShs	
			KShs	KShs	FY18/19	FY17/18
Loans Received from Bilateral Donors (Foreign Governments)						
World Bank (IDA)	29.10.2018		4,201,195		4,201,195	129,990,700
	09.11.2018		101,350,000		101,350,000	
Total			105,551,195		105,551,195	129,990,700

[Provide explanation as necessary]

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8.4. PURCHASE OF GOODS AND SERVICES

	2018-2019			2017-2018	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments		
	KShs	KShs	KShs	KShs	KShs
Communication, supplies and services	2,000,000	-	2,000,000	-	2,000,000
Domestic travel and subsistence	129,265,784	-	129,265,784	30,218,969	171,259,486
Foreign travel and subsistence	3,755,005	-	3,755,005	4,397,235	12,662,240
Printing, advertising and – information supplies & services	2,527,350	-	2,527,350	43,000	2,570,350
Training payments	3,626,239	-	3,626,239	8,167,371	13,348,194
Hospitality supplies and services	11,804,589	-	11,804,589	4,714,770	18,141,861
Office and General Supplies and Services	5,951,830	-	5,951,830	1,504,185	7,456,015
Fuel Oil and Lubricants	4,761,520	-	4,761,520	1,023,100	5,784,620
Other operating payments	6,180,936	-	6,180,936	-	6,681,936
Routine maintenance – vehicles and other transport equipment	260,364	-	260,364	-	260,364
Routine maintenance- – other assets	773,000	-	773,000	-	773,000
Total	170,906,617	-	170,906,617	50,068,630	240,938,066

[Provide explanation as necessary]

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8.5. ACQUISITION OF NON-FINANCIAL ASSETS

	2018/2019			2017/2018	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments		
	KShs	KShs	KShs	KShs	KShs
Purchase of ICT Networking and communication equipment	5,324,300		5,324,300	8,489,050	13,813,350
Total	5,324,300	=	5,324,300	8,489,050	13,813,350

8.6. CASH AND CASH EQUIVALENTS CARRIED FORWARD

	2018/19	2017/18
	KShs	KShs
Bank accounts (Note 8.6A)	22,197,041	92,876,763
Total	22,197,041	92,876,763

The project has one number of project accounts spread within the project implementation area and one number of foreign currency designated accounts managed by the National Treasury as listed below:

8.6. A Bank Accounts

Project Bank Accounts

	2018/19	2017/18
	KShs	KShs
Local Currency Accounts		
Central Bank of Kenya [A/c No:1000320467]	22,197,041	92,876,763
Total bank account balances	22,197,041	92,876,763

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30th June 2019 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

	2018/19	2017/18
	USD	USD
(i) A/C Name [A/c No:1000308656]		
Opening balance	344,471	110,728
Total amount deposited in the account	9,594,272	3,309,196
Total amount withdrawn by KYEOP Labour (as per Statement of Receipts & Payments)	(1,041,645)	(1,293,874)
Total amount withdrawn KYEOP NITA	(6,717,235)	(1,526,079)
Total amount at National Treasury	-	(255,500)
Closing balance (as per SDA bank account reconciliation attached)	<u>2,179,862</u>	<u>344,471</u>

The Special Deposit Account(s) reconciliation statement(s) has (have) been attached as *Appendix iv* support these closing balances.

8.7. FUND BALANCE BROUGHT FORWARD

	2018/19	2017/18
	KShs	KShs
Bank accounts	92,876,763	21,443,702
Total	<u>92,876,763</u>	<u>21,443,702</u>

*Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019*
NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER IMPORTANT DISCLOSURES

9.1 PENDING ACCOUNTS PAYABLE (See Annex 2A)

	Balance b/f FY 2017/2018	Additions for the period	Paid during the year	Balance c/f FY 2018/2019
Description	Kshs	Kshs	Kshs	Kshs
Supply of goods	275,554	119,900	275,554	119,900
Supply of services	1,399,500	7,772,850	1,399,500	7,772,850
Total	<u>1,675,054</u>	<u>7,892,750</u>	<u>1,675,054</u>	<u>7,892,750</u>

*Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019*

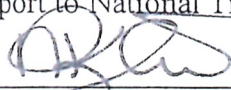
10. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
N/A	The project had no audit issues				

Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.



Principal Secretary

18th November 2019
Date



Project Coordinator

18th November 2019
Date

*Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019*

ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance
	a	b	c=a-b	d=b/a %	
Receipts					
Proceeds from borrowings	260,000,000	105,551,195	154,448,805	41%	
Total Receipts	260,000,000	105,551,195	154,448,805	41%	
Payments					
Purchase of goods and services	247,500,000	170,906,617	76,593,383	69%	
Acquisition of non-financial assets	12,500,000	5,324,300	7,175,700	43%	
Total payments	260,000,000	176,230,917	83,769,83	68%	

Explain all variance below 90% and above 100%

- (i) The project had cash amounting to kshs. 92,876,763 in the bank account brought forward which was used to fund part of the projects activities in the financial year. Also the project uses Statement of expenditure (SOE) as a method of reimbursement and therefore underutilisation in the various activities led to lower reimbursements. Some of the money which was withdrawn was not transferred to the project by the National Treasury as reflected in the designated Account statement.
- (ii) Due to delays in approvals from both the Bank and internally, the Informal Sector Skills and Occupations Survey which was to take up most of the allocated funds could not be finalized as planned and this caused underutilization.
- (iii) Purchase of motor vehicles has not been effected because of challenges in both budgetary allocation and non-compliance to regulations by suppliers.

Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019
ANNEX 2A - ANALYSIS OF PENDING BILLS

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	Outstanding Balance 2018	Comments
	a	b	c	d=a-c		
Supply of goods						
1. Seromax Investments	119,900	26-06-2019		119,900		Failed to cross to internet bank
Sub-Total	119,900			119,900		
Supply of services						
2. Jeffrey Tedd Dekock	400,000	09-08-2018		400,000		Lack of valid tax compliance certificate
3. Dr. Jan Rutwowski	3,000,000	28-08-2018		3,000,000		A requirement to endorse the original documents for processing delayed.
4. Travelscope Agencies	4,172,000	06-06-2019		4,172,000		Contract execution period extended beyond 30th June
5. Tom Mboya Labour College	200,850	16-05-2019		200,850		Failed to cross to internet bank
Sub-Total	7,772,850			7,772,850		
Grand Total	7,892,750			7,892,750		

*Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019*

ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Opening Cost (KShs) 2018/19 (a)	*Purchases/Additions in the Year (KShs) 2018/19 (b)	** Disposals in the Year (KShs) 2018/19 (c)	Transfers in/(out) Kshs 2018/19 (d)	Closing Cost (KShs) 2019 (e)= (a)+ (b)-(c)+(-)d
ICT Equipment, Software and Other ICT Assets	8,489,050	5,324,300	-	-	13,813,350
Total	8,489,050	5,324,300	-	-	13,813,350

Notes

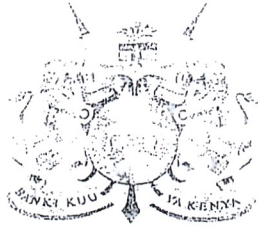
* Purchases/Additions in the year reconciled to the amount in Statement of Receipts and Payments

** The disposal amount to be disclosed in this register is the cost that the asset was acquired at and not the price at which it has been sold.

Kenya Youth Employment Opportunities Project
Reports and Financial Statements
For the financial year ended June 30, 2019
APPENDICES

- i. Certificate of balance.
- ii. Bank Reconciliations.
- iii. Board of Survey Report.
- iv. Special Deposit Account(s) reconciliation statement(s).

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

Haile Selassie Avenue
P.O. Box 60000 - 00200 Nairobi, Kenya
Telephone: 2860000, Fax: 340192

25th July, 2019

1980
Cashier
20/7/19

CERTIFICATE OF BALANCES

Customer : 131180 STATE DEPT FOR LABOUR
Balance Date: 30-Jun-19

Account No	Account Name	Currency	Balance
1000303166	REC-STATE DEPT FOR LABOUR	KES	13,828,653.95
1000303174	DEV-STATE DEPT FOR LABOUR	KES	20,800,161.45
1000303198	DEP-STATE DEPT FOR LABOUR	KES	48,966,759.30
1000303204	CBKI 65-STATE DEPT FOR LABOUR	KES	0
1000320467	KENYA YOUTH EMP OPP PROJ ACCOUNT A	KES	40,208,998.85

L. K. RWERIA
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

P. S. LENKUME
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

PROJECT 1184				
STATE DEPARTMENT FOR LABOUR				
KENYA YOUTH EMPLOYMENT & OPPORTUNITIES PROJECT				
PAYMENT IN CASHBOOK NOT IN BANK				
AS AT 30TH JUNE 2019				
DATE	OUCHER N	PARTICULARS	AMOUNT	REMARKS
30-06-2019	STD003662	WYCLIFFE RAYMOND W. N	34,600.00	
30-06-2019	STD005775	FRANCIS WAMBUGU WAN	89,600.00	
30-06-2019	STD005775	MARY AUMA MAISORY	112,000.00	
30-06-2019	STD004943	SAMUEL MONDESTO MBA	183,200.00	
30-06-2019	STD004870	ROYAL MEDIA SERVICES L	231,000.00	
30-06-2019	STD005089	LAKE NAIVASHA SIMBA LO	518,706.90	
30-06-2019	STD005273	MICHAEL OTIENO OMBWA	831,250.00	
30-06-2019	STD005793	R H DEVANI LIMITED	1,000,000.00	
30-06-2019	STD005944	AS PER ATTACHED	8,580,000.00	
30-06-2019	STD006088	ESAMI	220,000.00	
30-06-2019	IMP365759	WINNYROSE MORAA	606,186.00	
30-06-2019	STD005470	CLEOPHAS AYISI ITEBETE	18,900.00	
30-06-2019	IMP365759	STEPHEN VICTOR MALECH	25,000.00	
30-06-2019	STD006139	PETER NJUE NJIRU	31,500.00	
30-06-2019	STD004866	LYDIAH WAITHIRA KIMANI	67,200.00	
30-06-2019	IMP365756	JAMES THUO GICHOGU	84,000.00	
30-06-2019	STD006126	ELIEZER OLUDO OBIERO	91,600.00	
30-06-2019	STD00604	VEIMER GENERAL SUPPLIE	256,100.00	
30-06-2019	STD006147	SERENITY SUPPLIES AND L	261,865.00	
30-06-2019	STD003831	THE STANDARD GROUP LI	290,000.00	
30-06-2019	STD006089	PS LABOUR	1,364,116.00	
30-06-2019	STD005652	TOM MBOYA LABOUR CO	305,370.00	
30-06-2019	STD005920	VEIMER GENERAL SUPPLIE	343,000.00	
30-06-2019	STD005799	TOM MBOYA LABOUR CO	404,550.00	
30-06-2019	STD006131	SONKA INVESTMENTS	404,600.00	
30-06-2019	STD006063	VILAN AGENCIES	544,500.00	
30-06-2019	STD006119	JOSLINE SAN TECHNOLOG	585,000.00	
30-06-2019	STD005924	DURRANS SUPPLIES	639,000.00	
30-06-2019	STD006138	NOVILA AGENCIES	870,500.00	
30-06-2019	STD004399	BAKARI BEYA	17,914.00	
30-06-2019	STD006197	TABITHA MUGURE	107,000.00	
TOTAL UNCLEARED EFFECTS			19,118,257.90	
RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK				
AS AT 30TH JUNE 2019				
DATE	CREDIT NO	PARTICULARS	AMOUNT	REMARKS
TOTAL UNCLEARED EFFECTS			0.00	

**PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK
AS AT 30TH JUNE 2019**

DATE	CHEQUE NO	PARTICULARS	AMOUNT	REMARKS
			0.00	
		TOTAL UNCLEARED EFFECTS	0.00	

**RECEIPTS IN CASHBOOK NOT YET RECORDED IN BANK STATEMENT
AS AT 30TH JUNE 2019**

DATE	RECEIPT NO	PARTICULARS	AMOUNT	REMARKS
30-06-2019	STD006182	DIANA NYAGUTHIE MATH	60,000.00	
30-06-2019	STD006185	MICHAEL OBWAYO	831,250.00	
30-06-2019	STD6208	Local cash	5,900.00	
30-06-2019	STD0081	Local cash	10,600.00	
30-06-2019	STD0076	Local cash	1,050.00	
30-06-2019	STD0079	Local cash	5,900.00	
30-06-2019	STD078	Local cash	8,500.00	
30-06-2019	STD6520	Local cash	11,940.00	
30-06-2019	STD0088	Local cash	2,500.00	
30-06-2019	STD006328	Local cash	2,960.00	
30-06-2019	STD0080	Local cash	55,600.00	
30-06-2019	STD006521	Local cash	69,400.00	
30-06-2019	STD00077	Local cash	100.00	
30-06-2019	STD006519	Local cash	40,600.00	
		TOTAL UNCLEARED EFFECTS	1,106,300.00	

REPUBLIC OF KENYA

Date... 1ST JULY 2019

Report of the Board of Survey on the Cash and Bank Balances of STATE DEPT FOR LABOUR (KYEOP PROJECT) as at the close of

Business on

The Board, consisting of (Names and Official titles) -----

WINNETA KARIKIA - CHAIR
JAMES W. AGOLA - SECRETARY
BOAZ MUSAU - MEMBER

Assembled at the office of STATE DEPT OF LABOUR at 9.45 AM (time) on the 1ST JULY 2019

And the following cash was produced:

Notes	-----	Sh.	NIL
Silver	-----	Sh.	NIL
Copper	-----	Sh.	NIL
Cheques (as per details on reverse)	-----	Sh.	NIL
		Sh.	-----

It was observed that Cheques amounting to Sh. ----- had been on hand for more than 14 days prior to the date of the survey.

The Cash consists of East African currency and does not contain any demonetized coin or notes.

The Cash Book reflected the following balances as at the close of business on the -----

Cash on hand	Sh-	NIL
Bank Balance	Sh.	NIL 22,197,040.95
	Sh	22,197,040.95

The Bank Certificate of Balance showed a sum of Sh. 40,208,998.85

Standing to the credit of the account on 1ST July 2019

The difference between this figure and the Bank Balance as shown by the Cash Book is accounted for in the Bank Reconciliation Stated (F.O. 30) attached

Chairman
Members of the Board
Secretary of the Board

Date: 1ST July 2019

SPECIAL ACCOUNT STATEMENT

For period ending	30th JUNE, 2019
Account No.	1000308656
Depository Bank	CENTRAL BANK OF KENYA.
Address	CENTRAL BANK OF KENYA.
Related Loan	Y.E.O.P-MIN OF LABOUR CR 5812-KE A
Credit Agreement	
Currency	USD

Part A - Account Activity

Beginning balance of 1st July, 2018 as per C.B.K. Ledger Account	344,470.15
Add:	
Total Amount deposited by World Bank	9,594,271.70
Total Interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
Deduct:	
Total amount withdrawn	7,758,879.47
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June,2019	2,179,862.38

**AUTHORISED REPRESENTATIVE
CENTRAL BANK OF KENYA**

SIGNATURE: 

DATE

17.7.19

**AUTHORISED REPRESENTATIVE
EXTERNAL RESOURCES
DEPARTMENT-TREASURY**

SIGNATURE: 

DATE

27.08.2019

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2019 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

its 1 - 21 of 21

Run Date: 16/07/2019 Run Time: 10:49:55
 CENTRAL BANK OF KENYA
 BANKI KUU YA KENYA
 P.O.BOX 60000-0200
 NAIROBI

STATEMENT OF ACCOUNT

PAGE NO : 1

ACCOUNT NUMBER : 1000308656

ACCOUNT TITLE : Y.E.O.P-MIN OF LABOUR CR 5812-KE A
 30/06/2019

STATEMENT PERIOD: From 01/07/2018 To

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE	
OPENING BAL :			344,470.15			
NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
1	14/08/2018	FT1822699MYD	FUNDING	0.00	770,810.88	1115281.03
2	27/08/2018	FT18239FZ7J2	PA117920	-344,500.00	0.00	770781.03
3	07/09/2018	FT18250JNQJG	PA117931	-770,781.00	0.00	0.03
4	26/09/2018	FT18269HFCB5	FUNDING	0.00	339,581.30	339581.33
5	26/09/2018	FT18269TYXBC	FUNDING	0.00	88,437.41	428018.74
6	02/10/2018	FT18275JMBT6	PA 118452	-427,900.00	0.00	118.74
7	26/10/2018	FT18299QBSZZ	FUNDING	0.00	721,723.56	721842.3
8	29/10/2018	FT18302K1B5C	FUNDING	0.00	999,970.00	1721812.3
9	05/11/2018	FT183095HK21	PA118476	-1,000,000.00	0.00	721812.3
10	15/11/2018	FT18319TF70J	PA 118479	-721,753.56	0.00	58.74
11	16/11/2018	FT18320Q3FWW	FUNDING	0.00	2,386,516.00	2386574.74
12	15/01/2019	FT1901566CL6	FUNDING	0.00	876,490.69	3263065.43
13	16/01/2019	FT190162JW7B	PA 121368	-2,386,546.00	0.00	876519.43
14	25/02/2019	FT190568J4RB	PA 121398	-876,500.00	0.00	19.43
15	15/04/2019	FT1910516C6V	FUNDING	0.00	1,230,898.91	1230918.34
16	03/05/2019	FT191237JPWX	PA121425	-1,230,898.91	0.00	19.43
17	30/05/2019	FT1915051Y0M	Y.E.O.P FUNDING	0.00	765,131.44	765150.87
18	30/05/2019	FT19150MC5QM	Y.E.O.P FUNDING	0.00	140,468.45	905619.32
19	30/05/2019	FT19150TR1V1	Y.E.O.P FUNDING	0.00	476,560.92	1382180.24
20	30/05/2019	FT19150YLZRW	Y.E.O.P FUNDING	0.00	109,800.45	1491980.69
21	27/06/2019	FT19178SF0M5	FUNDING	0.00	687,881.69	2179862.38

CLOSING BALANCE : 2179862.38

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM More Options
Clear Selection Find

Account equals 1000308656

Statement From equals 20180701

Statement To equals 20190630

TAM.E.STMT.OF.ACCT.EPRM

CENTRAL BANK OF KENYA
 16 JUL 2019
 Confirmed:.....*[Signature]*