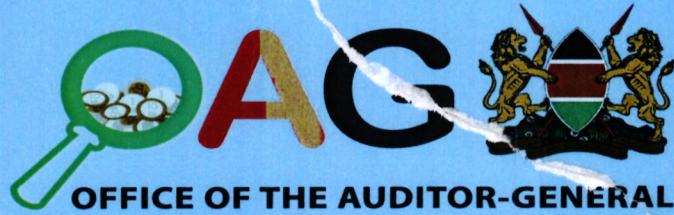


REPUBLIC OF KENYA



*Enhancing Accountability*

THE NATIONAL ASSEMBLY  
PAPERS LAID

**REPORT**

DATE: 24 SEP 2020

DAY:

THUR

TABLED  
BY:

LEADER OF MAJORITY  
(HON A. KIMUNYA)

**OF**

CLERK AT  
THE TABLE:

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

**KIMIRA OLUCH SMALLHOLDER FARM  
IMPROVEMENT PROJECT  
(ADF LOAN NO.2100150012296)**

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

**STATE DEPARTMENT FOR REGIONAL AND  
NORTHERN CORRIDOR DEVELOPMENT**





**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

**STATE DEPARTMENT FOR REGIONAL & NORTHERN CORRIDOR  
DEVELOPMENT**

**ADF LOAN NO. 2100150012296**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

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

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

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

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***Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019***

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## **1. PROJECT INFORMATION AND OVERALL PERFORMANCE**

### **1.1 Name and Registered Office**

**Name:** The project's official title is "Kimira Oluch Smallholder Farm Improvement Project" (KOSFIP).

**Objective:** The key objective of the project is to improve income levels in a sustainable manner for 3,000 rural households in Homa Bay County through improved agricultural productivity for poverty reduction and improved livelihoods.

**Address:** The Project Headquarters Offices are located in Homa Bay town, Kenya.

The address of its Registered Office is:

P.O. Box 293-40300  
Ministry of Public Works Building  
Kendu Bay –Homa Bay Road  
Homa Bay, Kenya

**Contacts:** The following are the Project contacts:-

Telephone: (254) 059-223222  
E-mail: kosfip@yahoo.com  
Website: www.go.ke

### **1.2 Project Information**

Project Start Date:	13th February, 2007
Project End Date:	30 <sup>th</sup> June, 2020
Project Manager:	Eng. Gyavira J. O. Omondi
Project Sponsor:	African Development Bank (ADB) and GOK

### **1.3 Project Overview**

Line Ministry/State Department of the project	The Project is under the supervision of Ministry of East African Community and Regional Development, State Department for Regional & Northern Corridor Development ,
Project number	ADF LOAN NO. 2100150012296
Strategic goals of the project	The strategic goals of the project are as follows: (i) To enhance sustainable income levels for 3,000 rural households in Homa Bay County and thus help in alleviating poverty. (ii) To improve agricultural productivity and value of the produce for poverty reduction and improved rural livelihoods in Homa Bay County.

***Kimira Oluch Smallholder Farm Improvement Project  
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For the financial year ended June 30, 2019***

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Achievement of strategic goals	<p>The project management aims to achieve the goals through development of two sustainable and environmentally friendly smallholder irrigation schemes in Kimira and Oluch:-</p> <ul style="list-style-type: none"><li>▪ Kimira Scheme in Rachuonyo North Sub Countyt which covers a gross area of 1,790 Ha, with a net irrigable area of 808 Ha and a total of 44 irrigation blocks. It has 1,616 smallholder farmers' households.</li><li>▪ Oluch Scheme in Rangwe and North Rachuonyo Sub County, which covers a gross area of 1,308 Ha, with a net irrigable area of 666 Ha and total of 53 irrigation blocks. It has 1,334 smallholder farmers households.</li></ul> <p>A total number of 3000 households are to benefit directly from the two Irrigation Schemes, and another 400,000 to benefit indirectly.</p>
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**Kimira Oluch Smallholder Farm Improvement Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2019**

<p>Other important background information of the project</p>	<p><b>Project Components:</b>  The project implements its activities under three distinct components:  <b>A. <u>Irrigation Scheme Development and Management</u></b> with the following sub-components:  1. Formation of Water Users Associations  2. Irrigation Scheme Development  3. Supervision of Scheme Construction  4. Environmental Mitigation  <b>B. <u>Marketing and Extension</u></b> with the following sub-components:  1. Support to farmers  2. Support to Extension Workers  3. Marketing Linkages  <b>C. <u>Project Management and Coordination Component</u></b></p> <p><b>Project Achievements:</b>  Under Irrigation Scheme Development and Management, the Project has constructed the following structures: -</p> <ul style="list-style-type: none"> <li>▪ 2 Gravity Intake Weirs</li> <li>▪ 4 motorable Bridges</li> <li>▪ 54.64 km of Reinforced concrete Water Conveyance System</li> <li>▪ 85.5km Water Drainage System</li> <li>▪ 10 Night Storage Reservoirs</li> <li>▪ 8 Communal canal based water take off points</li> <li>▪ 2 Irrigation Water Users Association (IWUA) offices buildings.</li> <li>▪ 28.5km Road Networks (Access and Service Roads)</li> <li>▪ 2 Sand trap.</li> </ul> <p>In Environmental Mitigation the following activities have been achieved :-</p> <ul style="list-style-type: none"> <li>▪ 95 (24 – ADB Grant and 71- GoK) Resettlement Permanent Houses and 1No. Community Church, constructed..</li> </ul> <p>The Project also supported: -</p> <ul style="list-style-type: none"> <li>• Vulnerable persons (school fees were paid to Universities, Colleges and Secondary Schools for 78 students from the vulnerable families in Oluch and 46 students in Kimira respectively. Livelihood start-up packages were also provided).</li> <li>• 3000 mosquito bed -nets provided.</li> <li>• 83 No. 8,000lts water tanks installed in schools, dispensaries and resettlement houses.</li> <li>• 3000 farmers trained on improved farming methods and project sustainability, among other capacity building activities.</li> </ul>
<p>Current situation that the project was formed to intervene</p>	<p>The project was formed to intervene in the following areas:  (i) Low food security  (ii) High poverty rates in the County.</p>
<p>Project duration</p>	<p>The Project started on 13<sup>th</sup> February, 2007 and is expected to run until 30<sup>th</sup> June 2020.</p>

***Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019***

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**1.4 Bankers**

Project Account No.: 01141047028702:  
Co-operative Bank of Kenya, Homa Bay Branch  
P. O. Box 406-40300,  
**Homa Bay**

**1.5 Auditors**

The Project is audited by Office of the Auditor General

The Auditor General  
Office of The Auditor General  
P. O. Box 30085-00100  
**NAIROBI**

**1.6 Legal Advisors**

The Project's legal affairs are handled by the Office of Attorney General.

The Attorney General  
Sheria Hse, Harambee Avenue  
P. O. Box 40112-00100  
**NAIROBI**

**1.7 Roles and Responsibilities**

The key people involved in the project are:

<b>Names</b>	<b>Title designation</b>	<b>Responsibilities</b>
Dr. Margaret Mwakima, CBS	Principal Secretary, State Department for Regional & Northern Corridor Development	Accounting Officer
Mr. Maina Kiondo	Ag. Director, Regional Development Authorities.	Liaison Officer for Project activities at State Department for Regional & Northern Corridor Development
Eng. Gyavira J. O. Omondi	Ag. Project Manager	Project Manager

### 1.8 Funding summary

The Project duration is Thirteen (13) years, (from 2007 to June, 2020 with an approved ADF budget of UA 22,978,992 equivalent to Kshs. 2,851,000,000 and GoK counterpart of Kshs.5,187,998,011 as highlighted in the table below:

Below is the funding summary:

Source of funds	Donor Commitment-		Amount received to date – (30/06/2019)		Undrawn balance to date (30/06/2019)	
	<i>Donor currency UA</i>	<i>Borrower Currency Kshs</i>	<i>Donor currency UA</i>	<i>Borrower Currency Kshs</i>	<i>Donor currency UA</i>	<i>Borrower Currency Kshs</i>
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
<b>(i)Loan</b>						-
African Development Fund	22,978,992	2,851,000,000	22,978,992	2,851,000,000	0	0
(ii)Counterpart funds	0	0	0	0	0	0
Government of Kenya	-	5,187,998,011	-	3,836,989,113	-	1,351,008,898
<b>Total</b>	<b>22,978,992</b>	<b>8,038,998,011</b>	<b>22,978,992</b>	<b>6,687,989,113</b>	<b>-</b>	<b>1,351,008,898</b>

### 1.9 Summary of Overall Project Performance:

#### (a) Fiduciary Oversight Arrangements

KOSFIP is an AfDB funded Project executed by, State Department of Regional & Northern Corridor Development , Ministry of East African Community and Regional Development

- **Audit and finance committee activities**

KOSFIP is under the Directorate of Regional Development Authorities in, State Department of Regional & Northern Corridor Development, Ministry of East African Community and Regional Development where there is a Project Steering Committee (PSC) which acts as a Board with a minimum of two sittings per year under the Chairmanship of Principal Secretary, State Department of Regional & Northern Corridor Development.

- **Parliamentary committee activities**

KOSFIP is under the jurisdiction of the Cabinet Secretary who represents the Project together with Principal Secretary on Project financial accounting queries in Parliament.

- **ADB Supervisory Oversight activities**

The Bank did a minimum of two supervision Missions per year, with a Mission being composed of Technical Expert(s) and fiduciary expert while their funding was still on

***Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019***

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• **Oversight Role of Director/Focal Point Person**

- He is a member the Project Steering Committee
- He monitors and evaluates project activities
- He links the project to Ministries, departments and other Government Agencies

b) **Budget verses actual**

In the Financial Year 2018/19, the Project Had a budget of Kshs.687,000,000 out of which Kshs.687,000,000 was received giving a zero variance. The funds received were adequate to support funding of project activities over the period under review. This resulted in Minor Works Contract bills being honoured hence allowing Minor Works contractors to resume.

**1.10 Summary of Project Compliance:**

There were no Project non-compliance issues noted.

## **2. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES**

The Principal Secretary State Department for Regional & Northern Corridor Development and the Project Manager for Kimira Oluch Smallholder Farm Improvement 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 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 State Department for Regional & Northern Corridor Development and the Project Manager for Kimira Oluch Smallholder Farm Improvement 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 State Department for Regional & Northern Corridor Development and the Project Manager for Kimira Oluch Smallholder Farm Improvement 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 ended June 30, 2019, and of the project's financial position as at that date. The Permanent Secretary for State Department of Regional & Northern Corridor Development and the Project Manager for Kimira Oluch Smallholder Farm Improvement 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.

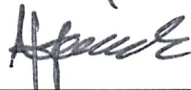
The Principal Secretary State Department for Regional & Northern Corridor Development and the Project Manager for Kimira Oluch Smallholder Farm Improvement Project confirm that the project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that project funds received during the financial year 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 State Department for Regional & Northern Corridor Development and the Project Manager for Kimira Oluch Smallholder Farm Improvement Project on 26/10/ 2019 and signed by them.



Principal Secretary  
Dr. Margaret Mwakima, CBS



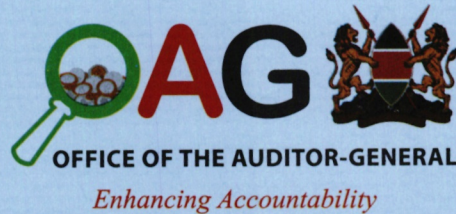
Project Manager  
Eng. Gyavira J. O. Omondi



Project Accountant:  
Mr. Benson O. Ouma

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT (ADF LOAN NO. 2100150012296) FOR THE YEAR ENDED 30 JUNE, 2019 – STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR DEVELOPMENT**

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### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Opinion**

I have audited the accompanying financial statements of Kimira Oluch Smallholder Farm Improvement Project (ADF Loan No. 2100150012296) set out on pages 9 to 25, which comprise the statement of financial assets 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 and the Loan Agreement No. 2100150012296 dated 27 August, 2009 between African Development Fund (ADF) and the Government of Kenya. 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 Kimira Oluch Smallholder Farm Improvement Project 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 terms of the Loan Agreement.

#### **Basis for Opinion**

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kimira Oluch Smallholder Farm Improvement Project in accordance with ISSAI 130 on 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.

#### **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. I have determined that there are no other key audit matters to communicate in my report.

## **Other Matter**

### **1. Budgetary Performance**

The statement of comparative budget and actual amounts for the year ended 30 June, 2019 reflects actual expenditure of Kshs.509,468,516 against a budget of Kshs.687,000,000 resulting in an under-expenditure of Kshs.177,531,484 or 26% of the total budget. The under-expenditure mainly occurred under purchase of goods and services and is attributed to delayed release of funds by The National Treasury.

### **2. Pending Bills**

Note 9.1 to the financial statements reflects pending accounts payable of Kshs.854,691,847 as at 30 June, 2019. The pending bills were brought forward from previous financial years. Failure to pay bills in the year they relate to not only distorts the subsequent year's budgeted programs and activities, but also, pending payments have the potential risk of additional costs in interest on delayed payments, penalties and claims on idle capacity.

## **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**

The audit was conducted in accordance with ISSAI 4000. The standard requires 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 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 audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether processes and systems of internal control, 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 African Development Fund (ADF), 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'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 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue 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 resources are applied in an effective way.

Those charged with governance are responsible for overseeing the 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 audit is planned and performed to express a conclusion about 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 and that public resources are applied in an effective way, 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.

Further, in planning and performing the audit of the financial statements and audit 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 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 ability of Project 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 sustaining 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**

**14 September, 2020**

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

**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
<b>RECEIPTS</b>						
Transfer from Government entities	8.3	687,000,000	-	46,750,000	-	3,836,989,113
Miscellaneous receipts	8.6		00	58,017	00	1,641,020
<b>TOTAL RECEIPTS</b>		<b>687,000,000</b>	<b>00</b>	<b>46,808,017</b>	<b>00</b>	<b>3,838,630,133</b>
<b>PAYMENTS</b>						
Compensation of employees	8.7	57,002,316		52,881,435	0	853,708,107
Purchase of goods and services	8.8	68,744,523		32,628,378	0	718,122,773
Acquisition of non-financial assets	8.10	383,721,677		0	0	2,089,267,770
<b>TOTAL PAYMENTS</b>		<b>509,468,516</b>		<b>85,509,813</b>	<b>0</b>	<b>3,661,098,650</b>
<b>SURPLUS/(DEFICIT)</b>		<b>177,531,484</b>	<b>0</b>	<b>-38,701,796</b>	<b>-</b>	<b>177,531,483</b>

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



Principal Secretary  
Dr. Margaret Mwakima, CBS



Project Coordinator  
Eng. Gyavira J. O. Omondi




Project Accountant:  
Mr. Benson O. Ouma

**Kimira Oluch Smallholder Farm Improvement Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2019**


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

	Note	2018-2019	2017-2018
		KShs	KShs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	8.13.A	177,572,838	13,022
Cash Balances	8.13.B	189,856	218,187
<b>Cash Equivalents (short-term deposits)</b>	8.13.C	0	0
<b>Total Cash and Cash Equivalents</b>		<b>177,762,694</b>	<b>231,209</b>
Accounts receivables – Imprest and Advances	8.14	0	0
<b>TOTAL FINANCIAL ASSETS</b>		<b>177,762,694</b>	<b>231,209</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd	8.15	231,209	38,933,005
Prior year adjustments			
Surplus/(Deficit) for the year		177,531,484	-38,701,796
<b>NET FINANCIAL POSITION</b>		<b>177,762,693</b>	<b>231,209</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 \_\_\_\_\_ 2019 and signed by:



Principal Secretary  
 Dr. Margaret Mwakima CBS



Project Coordinator  
 Eng. Gyavira J. O. Omondi




Project Accountant:  
 Mr. Benson O. Ouma

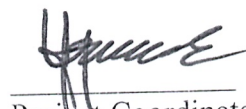
**Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019**

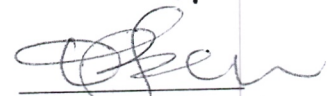
**6 STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2019**

		2018-2019	2017-2018
	Note	KShs	KShs
<b>Receipts for operating activities</b>			
Transfer from Government entities	8.3	687,000,000	46,750,000
Miscellaneous receipts	8.6		58,017
<b>Payments for operating activities</b>			
Compensation of employees	8.7	57,002,316	-52,881,435
Purchase of goods and services	8.8	68,744,523	-32,628,378
<b>Net cash flow from operating activities</b>		<b>561,253,161</b>	<b>-38,701,796</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Acquisition of Assets	8.10	-383,721,677	0
<b>Net cash flows from Investing Activities</b>		<b>-383,721,677</b>	<b>0</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>177,531,484</b>	<b>-38,701,795</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>231,210</b>	<b>38,933,005</b>
<b>Cash and cash equivalent at END of the year</b>		<b>177,762,694</b>	<b>231,210.00</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 26/9/ 2019 and signed by:

  
Principal Secretary  
Dr. Margaret Mwakima, CBS

  
Project Coordinator  
Eng. Gyavira J. O. Omondi

  
Project Accountant:  
Mr. Benson O. Ouma

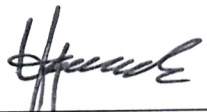
**7 STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS**

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 %
<b>Receipts</b>						
Transfer from Government entities	687,000,000		687,000,000	687,000,000	0	100%
<b>Total Receipts</b>	<b>687,000,000</b>		<b>687,000,000</b>	<b>678,000,000</b>		<b>100%</b>
<b>Payments</b>						
Compensation of employees	86,400,500	-20,300,000	66,100,500	57,002,316	9,098,184	86%
Purchase of goods and services	204,972,200	-66,453,500	138,518,700	68,744,523	117,627,677	50%
Acquisition of non-financial assets	395,627,300	86,753,500	482,380,800	383,721,677	50,805,623	80%
<b>Total Payments</b>	<b>687,000,000</b>	<b>0</b>	<b>687,000,000</b>	<b>509,468,516</b>	<b>177,531,484</b>	<b>74%</b>

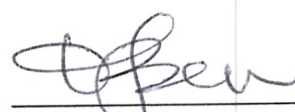
Note: The significant budget utilisation/performance differences in the last column are explained in **Annex 1** to these financial statements.



Principal Secretary  
Dr. Margaret W. Mwakima, CBS



Project Coordinator  
Eng. Gyavira J. O. Omondi



Project Accountant:  
Mr. Benson O. Ouma

## **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 Kimira Oluch Smallholder Farm Improvement Project 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 project.

##### **• 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 the project 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 the project did not receive any loan disbursements 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.

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.3. RECEIPTS FROM GOVERNMENT OF KENYA**

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

	2018/19	2017/18	Cumulative
	KShs	KShs	to-date(from inception)
<b>Government of Kenya funding through the State Department For Regional &amp; Northern Corridor Development</b>			
Quarter 1	0	0	856,349,278
Quarter 2	343,000,000	0	969,247,285
Quarter 3	0	35,052,500	795,423,690
Quarter 4	344,000,000	11,697,500	1,215,968,860
<b>Total</b>	<b><u>687,000,000</u></b>	<b><u>46,750,000</u></b>	<b><u>3,836,989,113</u></b>

The project received no other transfers from government entities during the financial year ended June 30, 2019.

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.4. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS**

During the 12 months to 30 June 2019 we never received any grants from donors.

**8.5. LOAN FROM EXTERNAL DEVELOPMENT PARTNERS**

During the 12 months to 30 June 2019 we never received funding from development partners in form of loans negotiated by the National Treasury.

**8.6. MISCELLANEOUS RECEIPTS**

	2018-2019			2017-2018	Cumulative to-date
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total Receipts		(from inception)
	KShs	KShs	KShs		
Other receipts not classified elsewhere				58,017	1,641,020
				<b>58,017</b>	<b>1,641,020</b>

This is made up of staff payments credited back to the project account due to typing errors of their individual bank accounts. Other cheques were done to correct the situations.

**8.7. COMPENSATION OF EMPLOYEES**

	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
-					
Basic wages of temporary employees	18,102,718	0	18,102,718	27,259,621	355,911,238
Personal allowances paid as part of salary	38,491,718	0	38,491,718	25,211,134	491,735,870
Compulsory national social security schemes	407,880		407,880	410,680	6,061,328
<b>Total</b>	<b><u>57,002,316</u></b>	<b><u>0</u></b>	<b><u>57,002,316</u></b>	<b><u>52,881,435</u></b>	<b><u>853,708,107</u></b>

**Kimira Oluch Smallholder Farm Improvement Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2019**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.8. 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
Utilities, supplies and services	117,817	0	117,817	171,629	2,047,201
Communication, supplies and services	2,582,595	0	2,582,595	1,818,646	30,039,548
Domestic travel and subsistence	25,046,590	0	25,046,590	13,252,484	269,077,229
Printing, advertising and – information supplies & services	234,750		234,750	40,660	522,076
Training payments	9,362,741	0	9,362,741	4,429,282	97,540,154
Hospitality supplies and services	17,609,527	0	17,609,527	6,493,216	171,642,188
Insurance costs	37,577	0	37,577	0	365,781
Other operating payments	3,239,570	0	3,239,570	3,294,666	49,915,142
Routine maintenance – vehicles and other transport equipment	10,513,356	0	10,513,356	3,025,825	96,448,546
Routine maintenance- – other assets			0	101,970	718,316
<b>Total</b>	<b>68,744,524</b>	<b>0</b>	<b>68,744,524</b>	<b>32,628,378</b>	<b>718,316,181</b>

***Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019***

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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.9. SOCIAL SECURITY BENEFITS**

There were no Social Security Benefits to the project during the year

**8.10. 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
Construction of civil works	383,721,677	0	383,721,677	0	2,089,267,770
<b>Total</b>	<b>383,721,677</b>	<b>0</b>	<b>383,721,677</b>	<b>0</b>	<b>2,089,267,770</b>

The amount stated above is what the project paid Minor Civil Works Contractors for work certified during the financial year ended June 30, 2019

**8.11. TRANSFERS TO OTHER GOVERNMENT ENTITIES**

During the 12 months to 30 June 2019, we never transferred funds to any reporting government entity.

**8.12. OTHER GRANTS AND TRANSFERS PAYMENTS**

We never had other Grants and Transfer Payments to other government entities

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.13. CASH AND CASH EQUIVALENTS CARRIED FORWARD**

	2018/19	2017/18
	KShs	KShs
Bank accounts (Note 8.13A)	177,572,838	13,022
Cash in Hand (Note 8. 13B)	189,856	218,187
Cash equivalents (short-term deposits) (Note 8.13C)	0	0
<b>Total</b>	<b>177,762,694</b>	<b>231,209</b>

**8.13. A Bank Accounts**

**Project Bank Accounts**

	2018/19	2017/18
	KShs	KShs
<b><u>Local Currency Accounts</u></b>		
Co-operative Bank of Kenya [A/c No. 01141047028702, Homa Bay Branch ]	177,572,838	13,022
<b>Total local currency balances</b>	<b>177,572,838</b>	<b>13,022</b>
<b>Total bank account balances</b>	<b>177,572,838</b>	<b>13,022</b>

**Special Deposit Accounts**

The Project did not have any Special Deposit Account(s) as at 30<sup>th</sup> June 2019.

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.13. B Cash In Hand**

	<b>2018/19</b>	<b>2017/18</b>
	<b>KShs</b>	<b>KShs</b>
Cash office at the Project HQ Homa Bay	189,856	218,187
<b>Total cash balances</b>	<b>189,856</b>	<b>218,187</b>

**8.13. Cash equivalents (short-term deposits)**

The project did not have any short term deposits in the financial year ended June 30, 2019

**8.14. OUTSTANDING IMPRESTS AND ADVANCES**

The project did not have any outstanding imprest and advances in the financial year ended June 30, 2019

**8.15. FUND BALANCE BROUGHT FORWARD**

	<b>2018/19</b>	<b>2017/18</b>
	<b>KShs</b>	<b>KShs</b>
Bank accounts	13,022	38,474,878
Cash in Hand	218,187	458,127
Outstanding imprests and advances	0	5,629,581
<b>Total</b>	<b>231,210</b>	<b>44,562,586</b>

**8.16. PRIOR YEAR ADJUSTMENT**

There was no prior year adjustment in the financial year ended June 30, 2019

*Kimira Oluch Smallholder Farm Improvement 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)**

	<b>Balance b/f FY 2017/2018 [A]</b>	<b>Additions for the period [B]</b>	<b>Paid during the year [C]</b>	<b>Balance c/f FY 2018/2019 [D=ΣA-ΣC]</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
Construction of civil works	1,180,492,625	0	316,861,348	
<b>Correction of Prior Year Errors:</b>				
Sino Hydro: IPC No. 5 Lot 2 Certificate Paid but included in pending bills for FY 2017/18 by mistake	(19,749,281)			
Undercast of Sino Hydro IPC No. 6 Lot 2	2,116,728			
Undercast of Sino Hydro IPC No. 7 Lot 2	45,447			
Omission: Otieno Odongo Consulting Engineers Ltd	6,924,190			
Omission: Leafy Construction Co. Ltd	1,723,486			
<b>Total</b>	<b>1,171,553,195</b>	<b>0</b>	<b>316,861,348</b>	<b>854,691,847</b>


**Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**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)
1	Undrawn balance was inadequate to settle Pending Bills	The Government gave additional commitment of 1.3 Billion to fund Minor Civil Works	Gyavira J.O. Omondi Ag. Project Manager, KOSFIP	Resolved	
2	Payment of Field Allowance was unlawful	This was authorized by Project Steering Committee and ADB through an Aid Memoire.	Gyavira J.O. Omondi Ag. Project Manager, KOSFIP	Not resolved	December 30, 2019
3	Irregular use of imprest.	There were no prequalified suppliers for the item in the Financial Year under review	Gyavira J.O. Omondi Ag. Project Manager, KOSFIP	Resolved	



**Principal Secretary**  
Dr. Margaret Mwakima, CBS

26/9/2019  
Date



**Project Manager**  
Eng. Gyavira J. O. Omondi

26/9/2019  
Date

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

**ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS**

	<b>Final Budget</b>	<b>Actual on Comparable Basis</b>	<b>Budget Utilization Difference</b>	<b>% of Utilization</b>	<b>Comments on Variance</b>
	a	b	c=a-b	d=b/a %	
<b>Receipts</b>					
Transfer from Government entities	687,000,000	687,000,000	0	100%	The budget was fully funded.
<b>Total Receipts</b>	<b>687,000,000</b>	<b>687,000,000</b>		<b>100%</b>	
<b>Payments</b>					
Compensation of employees	66,100,500	57,002,316	9,098,184	86%	The number of staff reduced.
Purchase of goods and services	186,372,200	68,744,524	117,627,676	37%	Second Half of the annual allocation arrived in the last Quarter
Acquisition of non-financial assets	434,527,300	383,721,677	50,805,623	88%	Contractors were paid for work certified.
<b>Total payments</b>	<b>687,000,000</b>	<b>509,468,516</b>	<b>177,531,484</b>	<b>74%</b>	

**Kimira Oluch Smallholder Farm Improvement 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		
Construction of civil works	Kshs		Kshs	Kshs	Kshs	
1. Sinohydro Corporation Ltd ( Minor Civil Works)	142,829,338	4 <sup>th</sup> February 2014	98,389,744	44,439,594	361,300,941.85	Inadequate funding due to sector ceiling
2. Otieno Odongo Consulting Engineers & Partners	76,122,500	6 <sup>th</sup> December 2011	69,198,310	6,924,190	6,924,190	Inadequate funding due to sector ceiling
3. Leafy Construction Co. Ltd	16,907,986	24 <sup>th</sup> March 2016	15,184,500	1,723,486	1,723,486	Inadequate funding due to sector ceiling
4. Sinohydro Corporation and Machiri Joint Venture Ltd (Major Civil Works)	4,277,237,943	9 <sup>th</sup> September 2009	3,475,633,365	801,604,578	801,604,578	Inadequate funding due to sector ceiling
<b>Total</b>	<b>4,513,097,767</b>		<b>3,658,405,919</b>	<b>854,691,848</b>	<b>1,171,553,196</b>	

*Kimira Oluch Smallholder Farm Improvement Project  
Reports and Financial Statements  
For the financial year ended June 30, 2019*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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) 2018/19 (e)= (a)+ (b)-(c)+(-)d
Transport equipment	21,895,952	0	0	0	21,895,952
Office equipment, furniture and fittings	7,283,066	0	0	0	7,283,066
ICT Equipment,	18,694,963	0	0	0	18,694,963
Other Machinery and Equipment	6,762,923	0	0	0	6,762,923
<b>Total</b>	<b>54,636,904</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>54,636,904</b>

*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.*

*Kimira Oluch Smallholder Farm Improvement Project*  
*Statement of Budget Performance*  
*For the year ended June 30, 2019*

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**APPENDICES**

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations
- iii. Cash Count Certificate
- iv. Special Deposit Account(s) reconciliation statement(s)

**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT  
CASH SURVEY FORM**

GoK Cash Book A/C No. 01141047028702 as at 30<sup>th</sup> June, 2019

**PARTICULARS**

Cash Book Balance:

KSHS.                      KSHS.  
-                                      189,856.00

Represented By: -

1. Cash in Hand

189,856.00

2. Outstanding Imprest

Deficit/Surplus

**Total**

-                                      189,856.00

**CASH DENOMINATIONS**

<u>Denomination</u>	<u>Times</u>	<u>Amount (Kshs)</u>
<b>Notes</b>		
1,000.00	130	130,000.00
500.00	118	59,000.00
200.00	1	200.00
100.00	4	400.00
50.00	4	200.00
<b>Coins</b>		
10.00	5	50.00
1.00	6	6.00
<b>Total</b>		<u><u>189,856.00</u></u>

**Name of Officer**

**Designation**

**Signature**

1. Benson O. Ouma

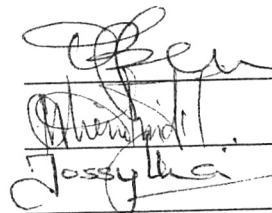
Project Accountant

2. Martin O. Tindi

Account Assistant

3. Joshua Onyuna

Registry Clerk



# KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT

A/C NO.01141047028702 (GOK - A/C)

## BANK RECONCILIATION STATEMENT AS AT 30TH JUNE, 2019

	Ksh	Ksh
<b>Balance as per Bank Statement</b>		<b>187,758,265.24</b>
<b>Less: Payments In Cash Book not yet recorded in Bank Statement</b> (Unpresented Cheques)	<b>10,185,427.70</b>	
<b>-Receipts In Bank Statement not yet recorded in Cash Book</b>		<b>10,185,427.70</b>
<b>Sub -Total</b>		
<b>Add: Payments in Bank Statement not yet recorded in Cash Book</b> <b>-Receipts in Cash Book not yet recorded in Bank Statement</b>		
<b>Sub -Total</b>		<b>177,572,837.54</b>
<b>Balance as per Cash Book</b>		

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin Oluoch Irindi Sign: [Signature] DATE: 2/7/2019

Reviewed By: Benson Omondi Sign: [Signature] DATE: 2/7/19

I			
Payments in Cash Book Not Yet Recorded in Bank Statement			
Date	Payee	Cheque No.	Amount Ksh
12.06.2019	Toyota (K) Ltd	003421	29,267.00
12.06.2019	Tusker Mattress Ltd	003422	28,110.00
12.06.2019	Compulynx Nyanza	003427	21,300.00
28.06.2019	Cooperative Bank of Kenya	003435	355,000.00
28.06.2019	Cooperative Bank of Kenya	003436	310,500.00
28.06.2019	Cooperative Bank of Kenya	003437	476,500.00
28.06.2019	Cooperative Bank of Kenya	003438	508,365.00
28.06.2019	Cooperative Bank of Kenya	003439	386,085.20
28.06.2019	Cooperative Bank of Kenya	003440	112,509.30
28.06.2019	Cooperative Bank of Kenya	003441	107,925.30
28.06.2019	Cooperative Bank of Kenya	003442	304,000.00
28.06.2019	NSSF	003444	70,200.00
28.06.2019	NHIF	003445	28,500.00
28.06.2019	Cooperative Bank of Kenya	003446	218,750.00
28.06.2019	Cooperative Bank of Kenya	003447	30,750.00
28.06.2019	Cooperative Bank of Kenya	003448	65,250.00
28.06.2019	Cooperative Bank of Kenya	003449	66,000.00
28.06.2019	Cooperative Bank of Kenya	003450	1,298,026.30
28.06.2019	Cooperative Bank of Kenya	003451	76,500.00
28.06.2019	Cooperative Bank of Kenya	003453	301,600.00
28.06.2019	Ebrahim Electronics	003454	675,000.00
28.06.2019	Neptune Technologies	003455	140,000.00
28.06.2019	Cooperative Bank of Kenya	003456	150,800.00
28.06.2019	Zam Zam Petrol Station	003457	250,000.00
28.06.2019	Jauma Agencies Ltd	003458	197,000.00
28.06.2019	Jauma Agencies Ltd	003459	197,000.00
28.06.2019	Jauma Agencies Ltd	003460	197,000.00
28.06.2019	Jauma Agencies Ltd	003461	197,000.00
28.06.2019	Neptune Technologies	003467	22,400.00
28.06.2019	Zam Zam Petrol Station	003468	250,000.00
28.06.2019	Rentokil Initial (K) Ltd	003469	17,934.60
28.06.2019	Zam Zam Petrol Station	003470	250,000.00
28.06.2019	Cooperative Bank of Kenya	003471	2,055,728.00
28.06.2019	Paymaster General	003472	257,852.00
28.06.2019	Cooperative Bank of Kenya	003473	532,575.00
	<b>Total</b>		<b>10,185,427.70</b>

**KIMERA OLOCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

A/C NO.01141047028702 (GOK - A/C)

**BANK RECONCILIATION STATEMENT AS AT 31ST MAY, 2019**

	Ksh	Ksh
<b>Balance as per Bank Statement</b>		205,269,876.04
<b>Less:</b> Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	1,038,350.00	
-Receipts In Bank Statement not yet recorded in Cash Book	00.00	
<b>Sub -Total</b>		1,038,350.00
<b>Add:</b> Payments in Bank Statement not yet recorded in Cash Book	00.00	
-Receipts in Cash Book not yet recorded in Bank Statement	00.00	
<b>Sub -Total</b>		00.00
<b>Balance as per Cash Book</b>		204,231,526.04

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin Oluoch Tindi Sign: [Signature] DATE: 3-6-2019

Reviewed By: Benson Ouma Sign: [Signature] DATE: 3/6/19

I				Payments in Cash Book Not Yet Recorded in Bank Statement	
Date	Payee	Cheque No.		Amount Ksh	
24.05.2019	NSSF	003372		70,200.00	
30.05.2019	Cooperative Bank of Kenya	003389		561,000.00	
30.05.2019	Cooperative Bank of Kenya	003390		63,900.00	
30.05.2019	Cooperative Bank of Kenya	003391		28,000.00	
30.05.2019	Cooperative Bank of Kenya	003392		315,250.00	
	<b>Total</b>			<b>1,038,350.00</b>	

**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

A/C NO.01141047028702 (GOK - A/C)

**BANK RECONCILIATION STATEMENT AS AT 30TH APRIL, 2019**

	Ksh	Ksh
<b>Balance as per Bank Statement</b>		51,438,443.89
<i>Less</i> : Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	98,700.00	
-Receipts In Bank Statement not yet recorded in Cash Book	00.00	
<b>Sub -Total</b>		98,700.00
<i>Add</i> : Payments in Bank Statement not yet recorded in Cash Book	00.00	
-Receipts in Cash Book not yet recorded in Bank Statement	00.00	
<b>Sub -Total</b>		00.00
<b>Balance as per Cash Book</b>		51,339,743.89

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin Otieno Tindi Sign: [Signature] DATE: 9th May 2019

Reviewed By: Benson Ouma Ogan Sign: [Signature] DATE: 9/5/19

**I**

Payments in Cash Book Not Yet Recorded in Bank Statement			
Date	Payee	Cheque No.	Amount Ksh
25.04.20	NSSF	003232	70,200.00
25.04.20	NHIF	003233	28,500.00
	<b>Total</b>		<b>98,700.00</b>

# KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT

A/C NO.01141047028702 (GOK - A/C)

## BANK RECONCILIATION STATEMENT AS AT 31ST MARCH, 2019

	Ksh	Ksh
<b>Balance as per Bank Statement</b>		77,362,140.99
<i>Less</i> : Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	4,933,417.35	
-Receipts In Bank Statement not yet recorded in Cash Book	00.00	
<b>Sub -Total</b>		4,933,417.35
<i>Add</i> : Payments in Bank Statement not yet recorded in Cash Book	00.00	
-Receipts in Cash Book not yet recorded in Bank Statement	00.00	
<b>Sub -Total</b>		00.00
<b>Balance as per Cash Book</b>		72,428,723.64

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martha Otieno Tich Sign: [Signature] DATE: 10th April 2019

Reviewed By: Benson Ouma Sign: [Signature] DATE: 10/04/19

I Payments in Cash Book Not Yet Recorded in Bank Statement			
Date	Payee	Cheque No.	Amount Ksh
27.03.2015	Cooperative Bank of Kenya	003290	355,000.00
27.03.2015	Cooperative Bank of Kenya	003291	508,365.00
27.03.2015	Cooperative Bank of Kenya	003292	785,375.00
27.03.2015	Cooperative Bank of Kenya	003293	410,977.35
27.03.2015	Cooperative Bank of Kenya	003294	1,047,500.00
27.03.2015	Cooperative Bank of Kenya	003295	435,000.00
27.03.2015	NHIF	003296	28,500.00
27.03.2015	NSSF	003297	70,200.00
27.03.2015	Cooperative Bank of Kenya	003298	999,000.00
27.03.2015	Cooperative Bank of Kenya	003299	252,000.00
27.03.2015	Cooperative Bank of Kenya	003300	41,500.00
	<b>Total</b>		<b>4,933,417.35</b>



**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

A/C NO.01141047028702 (GOK - A/C)

**BANK RECONCILIATION STATEMENT AS AT 28TH FEBRUARY, 2019**

	Ksh	Ksh
<b>Balance as per Bank Statement</b>		<b>84,431,802.39</b>
<b>Less :</b> Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	1,838,825.00	
-Receipts In Bank Statement not yet recorded in Cash Book	00.00	
<b>Sub -Total</b>		<b>1,838,825.00</b>
<b>Add:</b> Payments in Bank Statement not yet recorded in Cash Book	00.00	
-Receipts in Cash Book not yet recorded in Bank Statement	00.00	
<b>Sub -Total</b>		<b>-</b>
<b>Balance as per Cash Book</b>		<b>82,592,977.39</b>

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin O. Tindi Sign: [Signature] DATE: 12th March 2019

Reviewed By: Benson Ouma Sign: [Signature] DATE: 12/03/19

I			
Payments in Cash Book Not Yet Recorded in Bank Statement			
Date	Payee	Cheque No.	Amount Ksh
28.02.2019	Cooperative Bank of Kenya	003248	1,025,000.00
28.02.2019	Cooperative Bank of Kenya	003249	715,125.00
28.02.2019	NSSF	003252	70,200.00
28.02.2019	NHIF	003253	28,500.00
	<b>Total</b>		<b>1,838,825.00</b>



**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

A/C NO.01141047028702 (GOK - A/C)

**BANK RECONCILIATION STATEMENT AS AT 31ST JANUARY, 2019**

	Kshs.	Kshs.
<b>Balance as per Bank Statement</b>		109,636,315.64
<b>Less:</b> Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	7,129,861.35	
-Receipts In Bank Statement not yet recorded in Cash Book	-	7,129,861.35
<b>Sub -Total</b>		
<b>Add:</b> Payments in Bank Statement not yet recorded in Cash Book	-	
-Receipts in Cash Book not yet recorded in Bank Statement	-	
<b>Sub -Total</b>		
<b>Balance as per Cash Book</b>		102,506,454.29

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin O. Tindi Sign: [Signature] DATE: 1<sup>st</sup> February 2019

Reviewed By: Benson Ouma Sign: [Signature] DATE: 1<sup>st</sup> Feb. 2019

<b>I Payments in Cash Book Not Yet Recorded in Bank Statement</b>			
<b>Date</b>	<b>Payee</b>	<b>Cheque No.</b>	<b>Amount (Kshs.)</b>
30.01.2019	Cooperative Bank of Kenya	003197	660,000.00
30.01.2019	Cooperative Bank of Kenya	003198	553,500.00
30.01.2019	Cooperative Bank of Kenya	003199	483,365.00
30.01.2019	Cooperative Bank of Kenya	003200	877,625.00
30.01.2019	Cooperative Bank of Kenya	003201	495,000.00
30.01.2019	Cooperative Bank of Kenya	003202	402,644.30
30.01.2019	Cooperative Bank of Kenya	003203	83,183.00
30.01.2019	Cooperative Bank of Kenya	003204	74,474.40
30.01.2019	NSSF	003205	66,240.00
30.01.2019	NHIF	003206	27,350.00
30.01.2019	Coldsprings Hotels Ltd	003207	68,150.00
30.01.2019	Cads Motors Ltd	003208	924,204.00
30.01.2019	Kenya Coach Industries	003209	405,188.00
30.01.2019	Cooperative Bank of Kenya	003210	273,700.00
30.01.2019	Autoxpress Ltd	003211	263,900.00
30.01.2019	Yana Tyres Centre	003212	425,000.00
30.01.2019	Kingsway Tyres Ltd	003214	679,384.65
30.01.2019	Cooperative Bank of Kenya	003215	15,500.00
30.01.2019	Cooperative Bank of Kenya	003216	74,750.00
30.01.2019	Cooperative Bank of Kenya	003217	13,600.00
30.01.2019	Cooperative Bank of Kenya	003218	19,800.00
30.01.2019	Cooperative Bank of Kenya	003219	25,803.00
30.01.2019	Cooperative Bank of Kenya	003220	180,000.00
30.01.2019	Cooperative Bank of Kenya	003221	37,500.00
31.01.2019	Cooperative Bank of Kenya	003222	
	<b>Total</b>		<b>7,129,861.35</b>



**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

A/C NO.01141047028702 (GOK - A/C)

**BANK RECONCILIATION STATEMENT AS AT 31ST DECEMBER, 2018**

	Kshs.	Kshs.
<b>Balance as per Bank Statement</b>		<b>116,039,754.54</b>
<i>Less</i> : Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	189,020.00	
-Receipts In Bank Statement not yet recorded in Cash Book		189,020.00
<b>Sub -Total</b>		<b>189,020.00</b>
<i>Add</i> : Payments in Bank Statement not yet recorded in Cash Book		
-Receipts in Cash Book not yet recorded in Bank Statement		
<b>Sub -Total</b>		<b>115,850,734.54</b>
<b>Balance as per Cash Book</b>		<b>115,850,734.54</b>

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin O. Tindi Sign: [Signature] DATE: 8th January 2019

Reviewed By: Benson Onnia Sign: [Signature] DATE: 8/1/19

I				Payments in Cash Book Not Yet Recorded in Bank Statement	
Date	Payee	Cheque No.	Amount (Kshs.)		
27.12.2018	NHIF	003152	55,100.00		
27.12.2018	NSSF	003153	133,920.00		
	<b>Total</b>		<b>189,020.00</b>		



**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

**A/C NO.01141047028702 (GOK - A/C)**

**BANK RECONCILIATION STATEMENT AS AT 30TH NOVEMBER, 2018**

	Kshs.	Kshs.
<b>Balance as per Bank Statement</b>		196,218,139.89
<b>Less: Payments In Cash Book not yet recorded in Bank Statement</b> (Unpresented Cheques)	2,216,399.25	
-Receipts In Bank Statement not yet recorded in Cash Book		2,216,399.25
<b>Sub -Total</b>		
<b>Add: Payments in Bank Statement not yet recorded in Cash Book</b> -Receipts in Cash Book not yet recorded in Bank Statement		-
<b>Sub -Total</b>		
<b>Balance as per Cash Book</b>		194,001,740.64

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin O. Tindi Sign [Signature] DATE: 14<sup>th</sup> December 2018

Reviewed By: Benson Ouma Sign [Signature] DATE: 14/12/18

<b>I</b>			
<b>Payments in Cash Book Not Yet Recorded in Bank Statement</b>			
<b>Date</b>	<b>Payee</b>	<b>Cheque No.</b>	<b>Amount (Kshs.)</b>
26.11.2018	Mums Catering Kobierro	003100	65,680.00
26.11.2018	Rentokil Initial (K) Ltd	003101	35,869.25
26.11.2018	Paymaster General (PAYE)	003103	292,050.00
28.11.2018	Cooperative Bank of Kenya	003108	52,500.00
28.11.2018	NSSF	003112	334,800.00
28.11.2018	NHIF	003113	133,500.00
28.11.2018	Tripple Line Electricals	003115	63,700.00
29.11.2018	Cooperative Bank of Kenya	003116	449,000.00
29.11.2018	Cooperative Bank of Kenya	003117	37,500.00
29.11.2018	Cooperative Bank of Kenya	003118	122,800.00
29.11.2018	Cooperative Bank of Kenya	003119	316,750.00
29.11.2018	Cooperative Bank of Kenya	003120	123,000.00
29.11.2018	Cooperative Bank of Kenya	003121	152,000.00
30.11.2018	Cooperative Bank of Kenya	003122	37,250.00
	<b>Total</b>		<b>2,216,399.25</b>

**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

A/C NO.01141047028702 (GOK - A/C)

**BANK RECONCILIATION STATEMENT AS AT 31ST OCTOBER, 2018**

	Kshs.	Kshs.
<b>Balance as per Bank Statement</b>		<b>327,225,514.14</b>
<i>Less:</i> Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	<b>3,566,125.00</b>	
-Receipts In Bank Statement not yet recorded in Cash Book		
<b>Sub -Total</b>		<b>3,566,125.00</b>
<i>Add:</i> Payments in Bank Statement not yet recorded in Cash Book		
-Receipts in Cash Book not yet recorded in Bank Statement		
<b>Sub -Total</b>		
<b>Balance as per Cash Book</b>		<b>323,659,389.14</b>

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin Otieno Tindi Sign: [Signature] DATE: 15<sup>th</sup> November 2018

Reviewed By: Benson Ouma Sign: [Signature] DATE: 13/11/18

<b>I Payments in Cash Book Not Yet Recorded in Bank Statement</b>			
<b>Date</b>	<b>Payee</b>	<b>Cheque No.</b>	<b>Amount (Kshs)</b>
26.10.2018	Cooperative Bank of Kenya	003045	90,000.00
26.10.2018	Cooperative Bank of Kenya	003047	216,100.00
26.10.2018	Cooperative Bank of Kenya	003048	360,150.00
26.10.2018	Cooperative Bank of Kenya	003050	242,550.00
26.10.2018	Cooperative Bank of Kenya	003052	186,200.00
26.10.2018	Cooperative Bank of Kenya	003053	115,716.00
26.10.2018	Cooperative Bank of Kenya	003055	339,500.00
31.10.2018	Paymaster General (PAYE)	003056	1,504,059.00
31.10.2018	Cooperative Bank of Kenya	003057	511,850.00
	<b>Total</b>		<b>3,566,125.00</b>

**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

A/C NO.01141047028702 (GOK - A/C)

**BANK RECONCILIATION STATEMENT AS AT 30TH SEPTEMBER, 2018**

	Kshs.	Kshs.
<b>Balance as per Bank Statement</b>		<b>13,022.34</b>
<i>Less</i> : Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)		
-Receipts In Bank Statement not yet recorded in Cash Book		
<b>Sub -Total</b>		
<i>Add</i> : Payments in Bank Statement not yet recorded in Cash Book		
-Receipts in Cash Book not yet recorded in Bank Statement		
<b>Sub -Total</b>		
<b>Balance as per Cash Book</b>		<b>13,022.34</b>

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin Otieno Tindi Sign [Signature] DATE: 8th October 2018

Reviewed By: Benson Ouma Sign [Signature] DATE: 8/10/18



**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

**A/C NO.01141047028702 (GOK - A/C)**

**BANK RECONCILIATION STATEMENT AS AT 31ST AUGUST, 2018**

	Kshs.	Kshs.
<b>Balance as per Bank Statement</b>		<b>13,022.34</b>
<i>Less</i> : Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques) -Receipts In Bank Statement not yet recorded in Cash Book		
<b>Sub -Total</b>		
<i>Add</i> : Payments in Bank Statement not yet recorded in Cash Book -Receipts in Cash Book not yet recorded in Bank Statement		
<b>Sub -Total</b>		
<b>Balance as per Cash Book</b>		<b>13,022.34</b>

**I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.**

Prepared By: Martin Otiemo Tindi Sign [Signature] DATE: 7<sup>th</sup> September 2018

Reviewed By: Benson Ouma Sign [Signature] DATE: 7/9/18



**KIMIRA OLUCH SMALLHOLDER FARM IMPROVEMENT PROJECT**

**A/C NO.01141047028702 (GOK - A/C)**

*noted*

**BANK RECONCILIATION STATEMENT AS AT 31ST JULY, 2018**

	Kshs.	Kshs.
<b>Balance as per Bank Statement</b>		<b>13,022.34</b>
<i>Less:</i> Payments In Cash Book not yet recorded in Bank Statement (Unpresented Cheques)		
-Receipts In Bank Statement not yet recorded in Cash Book		
<b>Sub -Total</b>		
<i>Add:</i> Payments in Bank Statement not yet recorded in Cash Book		
-Receipts in Cash Book not yet recorded in Bank Statement		
<b>Sub -Total</b>		
<b>Balance as per Cash Book</b>		<b>13,022.34</b>

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above reconciliation is correct.

Prepared By: Martin Otieno Tindi Sign *Martin Otieno Tindi* DATE: 8<sup>th</sup> August 2018

Reviewed By: Benson Onma Sign *Benson Onma* DATE: 8/8/18

