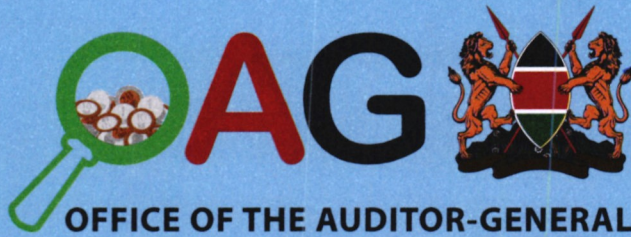


REPUBLIC OF KENYA



*Enhancing Accountability*

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21st Feb, 2024

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<b>REPORT</b>	FEB 2024
TABLED BY:	Hon Owen Baya, MP Deputy leader, majority party
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OF KENYA  
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**THE AUDITOR-GENERAL**

**ON**

**PETROLEUM DEVELOPMENT FUND**

**FOR THE YEAR ENDED  
30 JUNE, 2023**

**STATE DEPARTMENT FOR ENERGY**

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

06 DEC 2023

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THE NATIONAL ASSEMBLY  
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**PETROLEUM DEVELOPMENT FUND**

**STATE DEPARTMENT FOR ENERGY**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2023**

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

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**1. Acronyms and Glossary of Terms**

AIE	Authority to Incur Expenditure
CFO	Chief Finance Officer
HAU	Head of Accounting Unit
IPSAS	International Public Sector Accounting Standards
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
PFM	Public Finance Management

## **2. Key Petroleum Development Fund Information and Management**

### **(a) Background information**

The Petroleum Development Fund under the State Department for Energy (PDF-SDE) was formed on 27<sup>th</sup> October 2006. PDF-SDE is managed by the Principal Secretary for Energy, who was appointed as the officer administering the Fund by the Principal Secretary for National Treasury in accordance with section 4(2) of Petroleum Development Levy Act No.4 of 1991 (Revised 2012). The Fund is wholly owned by the Government of Kenya and is domiciled in Kenya.

The Fund's principal activity is to supplement the Development budget of the State Department for Energy as Appropriation in Aid (AIA)


### **(b) Key Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	Fund Administrator	<b>Alex Kamau Wachira</b>
2.	Fund Accountant	<b>CPA. Rose Baraza</b>

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

Name	Details of qualifications and experience
 <p><b>Alex Kamau Wachira</b> <b>Principal Secretary</b></p>	<p>The Principal Secretary joins the State Department for Energy with a wealth of experience from the private sector where he worked variously as an investment banker. His latest assignment was with Faida Investment Bank where he traded and structured Treasury bonds and Corporate bonds at the Nairobi Stock Exchange (NSE). Other assignments include working with Dyer &amp; Blair Investment Bank and Genghis Capital limited in the same capacity.</p> <p>PS Wachira has served in various leadership’s positions right from his university days. He was a founding member of the Bonds Market Association as well as a member of the Steering Committee of the Kenya Association of Stock Brokers and Investment Bankers (KASIB). His contribution to the Bond’s market saw him being appointed to the Central Depository Project at the Central Bank of Kenya (CBK). In 2021, the project dealt in government securities worth 900 billion, the highest turnover ever in Kenya.</p> <p>A strong believer in servant leadership through community engagement and development, the PS has spearheaded local initiatives such, as free medical camps for Cancer Screening, Tree planting, Youth Mentorship Programmes, and Sports Tournaments among others. The PS is a family man who’s strict up bringing is instrumental in shaping him into the person he is.</p> <p>In energy sector, the PS has been a champion for Kenya’s renewable energy, with an aim of accelerating geothermal exploration, wind and solar power. He is also keen on placing Kenya as an investment partner through public-private partnership in building transmission lines and mini-grids to be able to achieve 100% connectivity by</p>

	<p>2028. The PS is also looking to advance technology and innovation as we look into the future of energy transition and efficiency in areas such as green hydrogen, electric vehicles and bio-energy.</p>
 <p><b>CPA. Rose Baraza</b>  <b>Deputy Accountant General</b></p>	<p>CPA Rose Baraza is the Head of Accounting Unit in the State Department of Energy. She has served in the civil service growing in the system and has acquired vast experiences in different sectors of public service as an Accountant and head of Accounting Unit.</p> <p>Among the sectors she has headed are; The Office of DPP for 8 years where the office consistently achieved an unqualified report resulting to being the Best runners up in the Fire Award. Cabinet Office was awarded certificate of recognition by the Head of Public Service for ensuring that the office consistently achieved an Unqualified Report.</p> <p>As the Head of Accounting Unit in the Department for Irrigation, the office moved from Disclaimer report to Unqualified report.</p> <p>She has also headed State Department for Industry and ASAL among others and all received Unqualified Report.</p> <p>She holds a Master’s Degree in Business Administration (Finance Option), Bachelor’s Degree in Commerce and Degree in Law (LLB) both from Catholic University. She was among officers who were awarded a distinction in Senior Leadership Course at KSG and has a Certificate in Strategic Management among others. She also represent PS in the Board of Directors of NUPEA where she is a member of Finance and Human Resource Committee.</p>
	<p>Mr. Stephen Alexius Njue is currently Head of Finance in the Ministry of Energy at the grade of Senior Chief Finance Officer. He has served in the Civil Service for 28 years and in particular as Head of Finance for 19 years across various government Ministries, Departments and agencies. These includes; National Treasury, Ministry of Roads and Public Works, Housing, Regional Development, Water, Labour and Social Protection, Energy as well as various local authorities and County Governments.</p>



**Mr Stephen Alexius Njue  
Senior Deputy Director of Budget**

Currently he is an Alternate Director at Kenya Generating Electricity Company (Kengen). Mr. Njue holds an MBA in Finance and a Bachelor's degree in Business Studies and Economics both from Kenyatta University. He also holds a National Diploma in Financial Management from Kenya Institute of Management. He is a member of Institute of Internal Auditors and Institute of Human Resource Management of Kenya.



**Mr. Peter Mwangi  
Assistant Director Supply Chain & Management**

Mr. Mwangi is the Head of Supply Chain Management Service Unit in the State Department for Energy. Peter Mwangi has Masters in Business Administration, Bachelors of Commerce, Post Graduate diploma in Chartered Institute Purchasing and Supplies(Cips) and a member of KISM. He has over 25 years in Supply Chain Management services having worked in various government ministries and departments

**(d) Fiduciary Oversight Arrangements**

- a) Budget Implementation Committee
- b) Parliamentary Committee
- c) Internal Audit Committee

**(e) Petroleum Development Fund Headquarters**

P.O. Box 30582-00100  
Kawi Complex  
Off Red Cross Rd  
**NAIROBI, KENYA**

**Petroleum Development Fund Contacts**

Telephone: (254) (020) 4841000  
E-mail: [psenergy@energy.go.ke](mailto:psenergy@energy.go.ke)  
Website: [www.go.ke](http://www.go.ke)

**(f) Petroleum Development Fund Bankers**

1. Credit Bank PLC  
Westlands Branch  
**NAIROBI, KENYA**

**(g) Independent Auditors**

Auditor - General  
Office of The Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084  
GPO 00100  
**NAIROBI, KENYA**

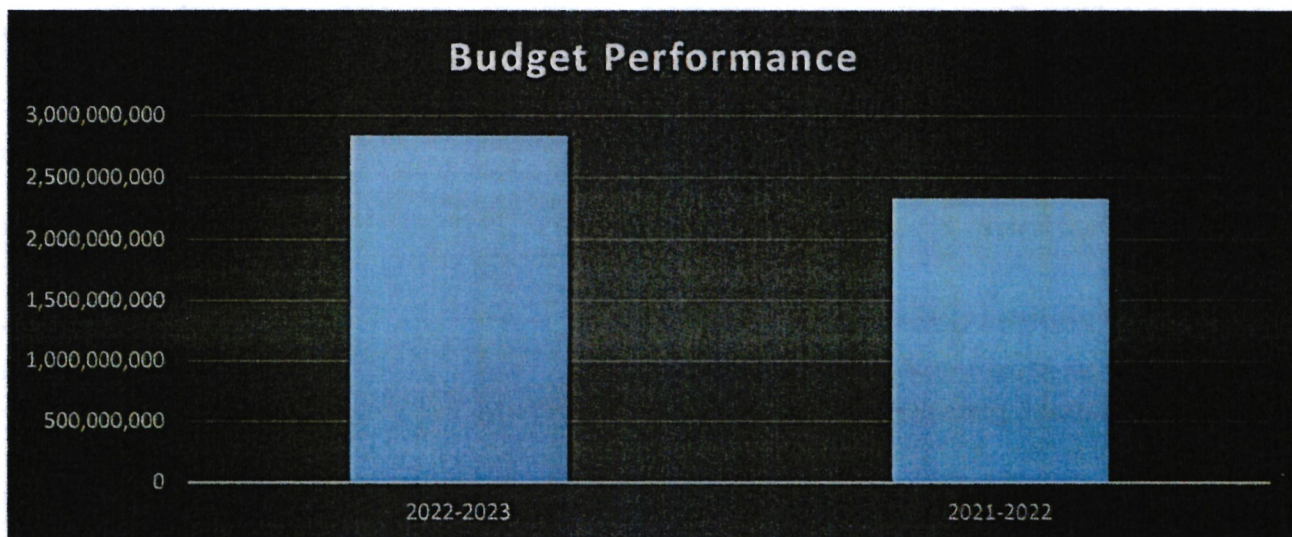
**(h) Principal Legal Adviser**

The Attorney General  
State Law Office & Department for Justice.  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya

**1. Budget Performance Against Actual Amounts for 2022/2023**

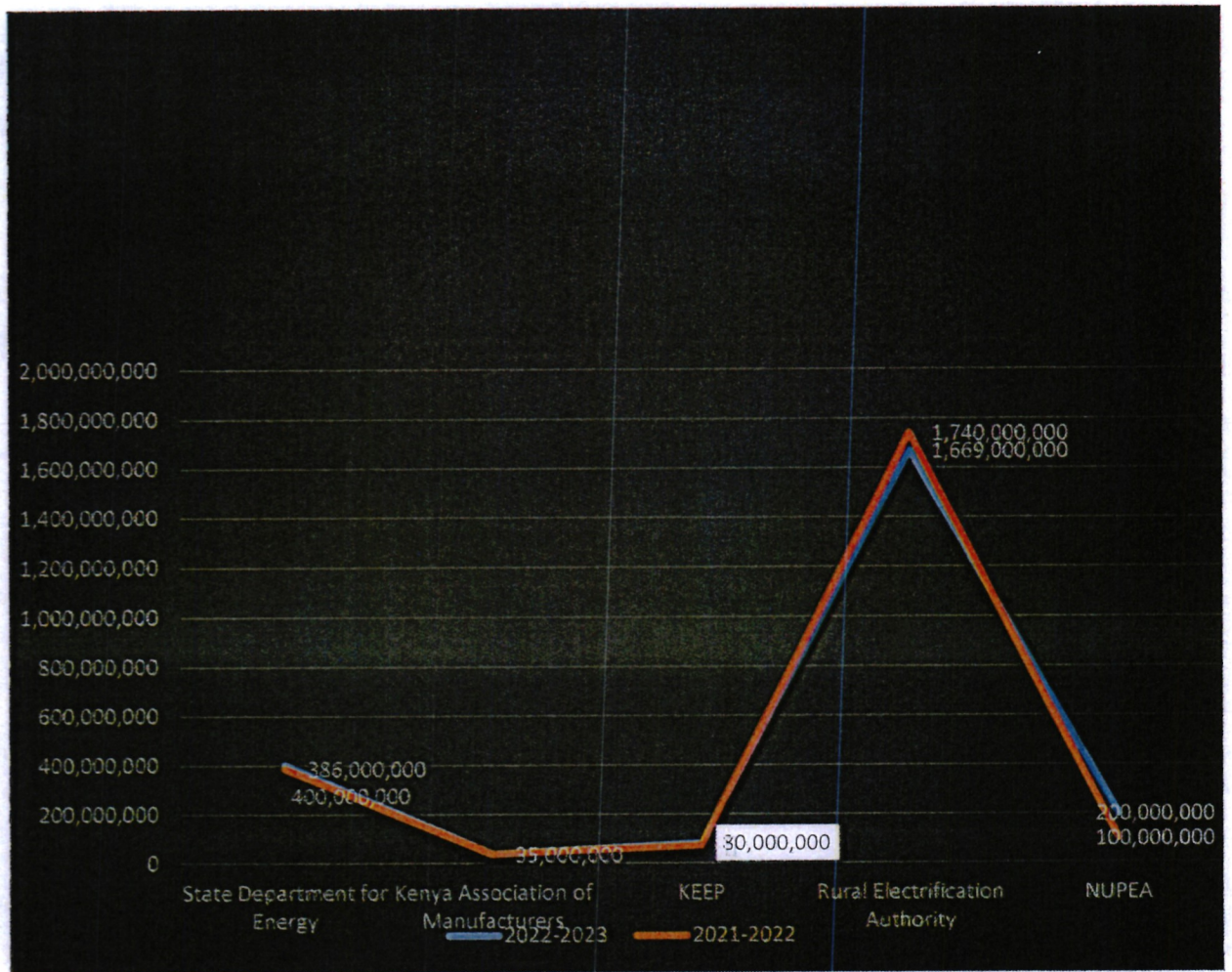
The Budget for the financial year 2022-2023 from appropriations in aid was Ksh 2,833,000,000. The actual amount collected for the same was Ksh 2,833,000,000.

This was an increase in budget performance from the previous year 2021-2022 of Ksh 2,333,000,000.



**2. Key Achievements of the Petroleum Development Fund**

The Fund received Ksh. 2,833,000,000 in appropriations in aid and utilized the amount by transfer to other government entities of Ksh 2,384,000,000 and other general expenses for Ksh 5,474,808. The transfer to other government entities was to Ministry of Energy for Kshs 400,000,000, Rural Electrification Authority (REA) Ksh 1,669,000,000, Nuclear Power Kshs 200,000,000 and Kenya Association of Manufacturers (KAM) Ksh 35,000,00. Kenya Energy-Sector Environment and Social Responsibility Programme Fund Ksh 80,000,000. A Ksh 2,384,000,000 in transfer to other Government entities was recorded in the financial year 2022-2023 compared to the prior financial year 2021-2022.



### 3. Emerging issues Related to the Petroleum Development Fund

The Appropriation in aid in the Financial 2022-2023 increased by 2%. The A & A collected in the financial year 2021-2022 was Ksh 2,333,000,000 while the collection in the financial year 2022-2023 was Ksh 2,833,000,000. An increase of Ksh 500,000,000 was noted.

### 4. Implementation Challenges

The Fund faced challenge of delay in implementation as the fund from The National Treasury were disbursed in Quarter 2 of the Financial Year. However, no further challenges were noted.

**5. Way Forward**

Financial Year 2022/2023 was a good year. Good Progress was made and the momentum has been created to enable Petroleum Development Fund continue on a trajectory into prosperity. We have identified gaps and areas to improve in the subsequent years.

I take this Opportunity to thank the management team for their support. I would also want to thank all staff who have worked tirelessly to ensure that the Petroleum Development Fund Achieves its mission.



**Fund Administrator**

**Alex Kamau Wachira**

### **3. Statement of Performance Against Predetermined Objectives for the FY2022/23**

#### **Guidance**

State all the objectives of the MDA as per the Programme and Strategic Plans.

#### **Introduction**

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the National government entity's performance against predetermined objectives.

The Key development objectives of the fund are to supplement the Development budget of the State Department for Energy as Appropriations in Aid (AIA) in the following areas.

#### **1.General Administration Planning and Support Services**

- a) Financial Services and Energy Audits
- b) Power Generation
- c) Development of Nuclear Energy

#### **2.Power Transmission and Distribution**

-Rural Electrification

#### **3.Alternative Energy Technologies**

-Alternative Energy Technologies

#### **Progress on the attainment of Strategic Objectives through Performance Contracting**

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

<b>SNO</b>	<b>Program</b>	<b>Strategic Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
	Power Generation	To increase power supply through power generation	Adequate power supply	MW of power generated and added to the grid	35MW (Sosian) and 40MW Alten solar farm new capacity were added to the grid.This grew the cumulative installed generation capacity

**Petroleum Development Fund – State Department for Energy  
Annual Report and Financial Statements for the year ended 30th June 2023**

SNO	Program	Strategic Objective	Outcome	Indicator	Performance
					to 3312MW, while the Renewable share of the Generation mix increased to 93.76% as at June 2023
	Power Transmission and Distribution	To increase electricity access to more customers	Increased access to electricity	Km of transmission lines constructed	129 Km
				Number of distribution sub-station constructed and upgraded	10
				Km of distribution lines constructed	385.89km
				Number of new customers connected to electricity	318,217
				Number of street lighting points installed	14.307
				Number of constituency transformers installed	269
				No. of Public Facilities Connected with Electricity	574
				Number of domestic biogas plants constructed	154
				No. of institutional biogas digesters installed	3
				Ha. of land planted with trees and maintained	155
				No. of tree seedlings planted in hydro dams water catchment areas	546,904
				No. of Woodlots established	140

**Petroleum Development Fund – State Department for Energy  
Annual Report and Financial Statements for the year ended 30th June 2023**

SNO	Program	Strategic Objective	Outcome	Indicator	Performance
				No. of efficient and sustainable charcoal kilns for training & Demonstration installed	6
				No. of investment Grade Audits undertaken and implemented to reduce Energy consumption by 10-30%.	22
				Percentage (%) Maintenance of wind masts and data loggers maintained	100
				No. of standalone solar home systems installed	61,410
				No. of clean cooking units disseminated	2788
				No of Mini grids installed	1
	General Administration Planning and Support Services	To enhance service delivery to the customers	Efficient service delivery	Number of policies, strategies and regulations developed	The State Department has developed 30 Draft Regulations to guide implementation of Energy Act, 2019.

#### **4. Environmental and Sustainability Reporting**

The State Department for Energy exists to transform lives. This is our purpose; the driving force behind everything we do by putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of the **Sustainability strategy and profile**

##### **a) Environmental performance /climate change/ mitigation of natural disasters**

- i. All the projects implemented by the State Department and the entire energy sector meet the stringent donor (financier) environmental social safeguards.
- ii. The State Department implements the following projects as a contribution towards environmental conversation; Re-afforestation of Hydropower dams Water catchment areas that has seen 546,904 tree seedlings planted within the year; Maintenance of Hectares of afforested hydro dam's water catchment areas; Establishment of Woodlots in the hydro dam catchment area.
- iii. The State Department has developed and is implementing the Bio Energy Strategy of 2020 and the Kenya National Energy Efficiency and Conservation Strategy that have focused on environmental conservation in the implementation of programs and projects in the sector.

##### **b) Employee welfare**

The Human Resource Policy and Procedures Manual May,2016 Section B5 gives direction on the recruitment process and application of affirmative action through Merit, Regional balancing, Gender balancing consideration of Persons living with Disability Youth and the Minorities.

Advertisement of vacant positions is done to give equal opportunity to all and the due process followed as stipulated in the Manual. There was no recruitment done by the State Department directly this financial year.

NO trainings on governance were conducted during the period under review due to government austerity measures and the moratorium issued.

The State Department has developed the work place policy guidelines, whose implementation is in progress

Towards improving skills and managing careers appraisals and reward system, the ministry through approved group training programmes has trained officers with the aim of equipping officers with skills to improve the performance and also aligned to their careers with the aim of facilitating their career progression within their cadres. The Public Service Commission Performance Management Regulations, 2021.guide the officers' appraisal and application of

reward and sanctions rewarding exemplary performance while sanctioning officers who did not meet the threshold of the set scores.

The Human Resource Policies and procedures Manual for the Public Service May, 2016 section F 1. Provides clear directions on how health and safety at the workplace is managed the accounting officer appoints the Health and safety committee to ensure compliance with Act and any other directives issued from time to time.

**c) Operational practices**

**i. Responsible Supply chain and supplier relations**

Towards good business practices, the State Department conducts all its procurement activities on the government approved procurement system, the IFMIS where all required goods, works or services are sourced competitively using the procurement procedures as provided for in the PPADA 2015 and standard bidding documents as published by PPRA depending on the procurement value thresholds. All the various stages of procurement are undertaken by different organs/committees as required for segregation of duties in the procurement process.

Additionally, all tender awards and tender results are promptly communicated to both successful and unsuccessful bidders and contracts only signed upon the effluxion of the required stand still/appeal window period. All awards are also published on the public government portal, the Public Procurement Information Portal (PPIP) and all the required statutory reports transmitted to National Treasury, PPRA, National Council for persons with disabilities and the state Department for Industrialization for the Local Content Procurement Report

Towards responsible treatment of suppliers, the State Department has maintained good supplier relations in honoring the terms and conditions of the bidding documents as well as any executed contracts. The State Department ensures that the suppliers are promptly informed of the tender results upon the conclusion of the evaluation exercise and that any suppliers that might feel aggrieved are given ample time to present their grievances. For the avoidance of doubt, the ministry has not had any significant dispute with any of its tender applicants and suppliers. Upon the satisfactory delivery of goods, works or services, payments are also processed within reasonable time, and for the record, the ministry did not have any pending bill or claim due to its suppliers by the closure of the FY 2022/2023 as at 30th June 2023

**d) Community Engagements**

The Public participation activities conducted by the State Department for Energy were guided by the Guidelines for the public participation in policy formulation of 21<sup>st</sup> January 2015, prepared by the Public Service Commission

The State Department participates in a number of activities that target to better the livelihood of communities. During the period under review the ministry undertook the following activities towards this initiative; follow up on the performance of and provision of online technical support towards the running of previously installed Solar Water Pumping Systems and distribution of solar lanterns to vulnerable communities in the 14 underserved counties through the KOSAP project.

Besides, various activities were actualised through the Kenya Energy sector Environment (KEEP) Social responsibility programme fund that supports the growing of indigenous trees, soil conservation and preservation of water catchment areas. In the period under review the state department collaborated with the KFS to rehabilitate close to 744.4ha of forest land in various parts of the country, issued seedlings to farmers living along riverines, issued seedlings to communities to establish woodlots in their farms, supported communities through buying seedlings from community nurseries, among others.

## **5. Statement of Management Responsibilities**

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

The Accounting Officer in charge of the Petroleum Development Fund is responsible for the preparation and presentation of the Petroleum Development Fund's financial statements, which give a true and fair view of the state of affairs of the Petroleum Development Fund for and as at the end of the financial year (period) ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangements 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 entity, (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the Petroleum Development Fund accepts responsibility for the Petroleum Development Fund'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 (IPSAS). The Accounting Officer is of the opinion that the Petroleum Development Fund's financial statements give a true and fair view of the state of Petroleum Development Fund's transactions during the financial year ended June 30, 2023, and of the Petroleum Development Fund's financial position as at that date. The Accounting Officer in charge of the Petroleum Development Fund further confirms the completeness of the accounting records maintained for the Petroleum Development Fund, which have been relied upon in the preparation of the Petroleum Development Fund financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the Petroleum Development Fund confirms that the Petroleum Development Fund has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the Petroleum Development Fund's received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the Petroleum Development Fund's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Petroleum Development Fund – State Department for Energy**  
**Annual Report and Financial Statements for the year ended 30th June 2023**

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**Approval of the financial statements**

The Petroleum Development Fund's financial statements were approved and signed by the Accounting Officer on 29/9/ 2023.



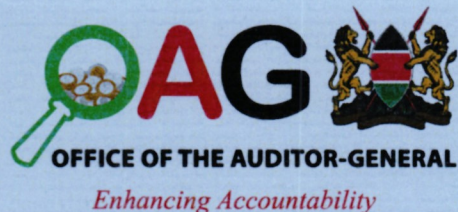
.....  
**Fund Administrator**  
**Alex Kamau Wachira**



.....  
**Fund Accountant**  
**CPA Rose Baraza**  
**ICPAK M/No 5586**

# REPUBLIC OF KENYA

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## **REPORT OF THE AUDITOR-GENERAL ON PETROLEUM DEVELOPMENT FUND FOR THE YEAR ENDED 30 JUNE, 2023 - STATE DEPARTMENT FOR ENERGY**

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### **PREAMBLE**

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

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

#### **Opinion**

I have audited the accompanying financial statements of Petroleum Development Fund – State Department for Energy set out on pages 1 to 13, which comprise the statement of assets and liabilities as at 30 June, 2023, statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts and

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*Report of the Auditor-General on Petroleum Development Fund for the year ended 30 June, 2023 – State Department for Energy*

a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Petroleum Development Levy Fund – State Department for Energy as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012.

### **Basis for Opinion**

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Petroleum Development Fund – State Department for Energy Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Key Audit Matters**

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

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Irregular Utilization of the Fund Resources**

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects transfers to other Government entities amount totalling to Kshs.2,384,000,000. The Fund Management transferred the funds to various Government entities and one private entity, all of which have no responsibility in the oil and petroleum industry, contrary to Section 4(4) of the Petroleum Development Fund Act No.4 of 1991 (Revised 2012), which provides that there shall be paid out of the petroleum development funds such monies as are necessary for the development of common facilities for distribution or testing of oil products and matters relating to the development of the oil industry.

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

## **2. Excess Withholding Tax on Interest Income**

The statement of receipts and payments and Note 4 to the financial statements reflect general expenses of Kshs.5,474,808 which includes withholding tax expense of Kshs.5,466,768. The withholding tax of Kshs.5,466,768 was computed at a rate of 20% of interest income earned from a local bank during the financial year contrary to the provisions of the Income Tax Act cap 470 which states that resident withholding tax on qualifying interest be charged at a rate of 15%. Consequently, the fund lost Kshs.1,366,692 as a result of excess withholding tax charged on the interest. Although Management wrote to the bank seeking clarification for the excess tax and refund on the same, no response on the issue had been received as at the time of audit.

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

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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 comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### **Conclusion**

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

### **Basis for Conclusion**

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

Management is responsible for the preparation and fair presentation of the 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 controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund'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 terminate the Fund or 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 Fund's financial reporting process, reviewing the effectiveness of how the Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

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 overall 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.

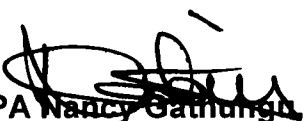
Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the 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 Management.
- Conclude on the appropriateness of Management's use of the applicable 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 Fund's ability to continue 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 Fund to cease to continue 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 Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with 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 communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

15 December, 2023

**Petroleum Development Fund – State Department for Energy  
Annual Report and Financial Statements for the year ended 30th June 2023**

**7. Statement of Receipts and Payments for the Year ended 30<sup>th</sup> June 2023**

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Revenue from non-exchange transaction</b>			
Fines, Penalties and Levies	1	2,833,000,000	2,333,000,000
<b>Revenue from exchange transaction</b>		<b>2,833,000,000</b>	<b>2,333,000,000</b>
Interest Income	2	27,333,841	13,184,703
<b>Total Revenue</b>		<b>2,860,333,841</b>	<b>2,346,184,703</b>
<b>Expenses</b>			
Transfer to other Government Entities	3	2,384,000,000	2,333,000,000
General Expenses	4	5,474,808	2,647,077
<b>Total Expenses</b>		<b>2,389,474,808</b>	<b>2,335,647,077</b>
<b>SURPLUS/</b>		<b>470,859,033</b>	<b>10,537,626</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Petroleum Development Fund financial statements were approved on 29/9/2023 2023 and signed by:



**Fund Administrator**  
**Alex Kamau Wachira**



**Fund Accountant**  
**CPA Rose Baraza**  
**ICPAK M/No 5586**

**Petroleum Development Fund – State Department for Energy**  
**Annual Report and Financial Statements for the year ended 30th June 2023**

**8. Statement Of Assets And Liabilities As at 30<sup>th</sup> June 2023**

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	5	470,859,033	10,537,626
<b>Total Cash and cash equivalent</b>		<b><u>470,859,033</u></b>	<b><u>10,537,626</u></b>
<b>Represented by</b>			
Fund balance b/fwd.	6	10,537,626	146,950,155
<b>Prior year adjustment</b>	7	<b>(10,537,626)</b>	<b>(146,950,155)</b>
<b>Surplus for the period</b>		<b>470,859,033</b>	<b>10,537,626</b>
<b>Net Financial Position</b>		<b>470,859,033</b>	<b>10,537,626</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Petroleum Development Fund financial statements were approved on 29/9/2023 and signed by:



.....  
**Fund Administrator**  
**Alex Kamau Wachira**




.....  
**Fund Accountant**  
**CPA Rose Baraza**  
**ICPAK M/No 5586**


**Petroleum Development Fund – State Department for Energy  
Annual Report and Financial Statements for the year ended 30th June 2023**

**9. Statement of Cash Flows For The Year Ended 30<sup>th</sup> June 2023**

Description		2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts for Operating Income</b>			
Fines, Penalties and Levies	1	2,833,000,000	2,333,000,000
Interest Income	2	27,333,841	13,184,703
<b>Payments for operating expenses</b>			
Transfers to Other Government Units	3	2,384,000,000	2,333,000,000
General Expenses	4	5,474,808	2,647,077
Net Cash Flow from Operating Activities		<b>470,859,033</b>	<b>10,537,626</b>
Prior Year Adjustment	5	<b>(10,537,626)</b>	<b>146,950,155</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>460,321,407</b>	<b>(136,412,529)</b>
Cash and Cash Equivalent at Start of The Year		<b>10,537,626</b>	<b>146,950,155</b>
Cash and Cash Equivalent at END of The Year		<b>470,859,033</b>	<b>10,537,626</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Petroleum Development Fund financial statements were approved on 29/9/2023 and signed by:

.....  
  
**Fund Administrator**  
**Alex Kamau Wachira**

.....  
  
**Fund Accountant**  
**CPA Rose Baraza**  
**ICPAK M/No 5586**

10. Statement of Comparison of Budget and Actual Amounts for year 2022/2023

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/e %
<b>RECEIPTS</b>						
Fines, Penalties and Levies	2,833,000,000		2,833,000,000	2,833,000,000	0	100%
Interest Income			0	27,333,841	(27,333,841)	
<b>TOTAL RECEIPTS</b>	<b>2,833,000,000</b>		<b>2,833,000,000</b>	<b>2,860,333,841</b>	<b>(27,333,841)</b>	
<b>PAYMENTS</b>						
Transfers to Other Government Entities	2,833,000,000		2,833,000,000	2,384,000,000	449,000,000	84%
General Expenses	-		0	5,474,808	(5,474,808)	
<b>TOTAL PAYMENTS</b>	<b>2,833,000,000</b>		<b>2,833,000,000</b>	<b>2,389,474,808</b>	<b>(443,525,192)</b>	
Surplus/Deficit			0	470,859,033		84%

The Petroleum Development Fund financial statements were approved on 29/7/2023 and signed by:

  
.....

Fund Administrator  
Alex Kamau Wachira

  
.....

Fund Accountant  
CPA Rose Baraza  
ICPAK M/No 5586

## 13 (c) Budget Execution by Programmes and Sub-Programmes for FY 2022/2023

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs				Kshs	Kshs
<b>General Administration Planning and Support Services</b>						
Financial Services and Energy Audits	130,000,000		130,000,000	86,474,808	66%	
Administration Services	58,000,000		58,000,000	58,000,000	100%	
Development of Nuclear Energy	200,000,000		200,000,000	200,000,000	100%	
<b>Power Transmission and Distribution</b>						
Rural Electrification	1,669,000,000		1,669,000,000	1,669,000,000	100%	
Coal Exploration	300,000,000		300,000,000	100,000,000	33%	
<b>Alternative Energy Technologies</b>						
Alternative Energy Technologies	376,000,000		376,000,000	176,000,000	46%	
National Grid System	100,000,000		100,000,000	100,000,000	100%	
<b>Total</b>	<b>2,833,000,000</b>		<b>2,833,000,000</b>	<b>2,389,474,808</b>		

## **11. Notes to the Financial Statements**

The principle accounting policies adopted in the preparation of these financial statement are set below:

### **1. Statement of Compliance and Basis of Preparation**

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (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.

### **2. Reporting Petroleum Development Fund**

The financial statements are for the Petroleum Development Fund under the National Government of Kenya. The financial statements encompass the reporting Petroleum Development Fund as specified under Section 81 of the PFM Act 2012.

### **3. Reporting Currency**

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

### **Significant Accounting Policies**

The accounting policies set out in this section have been consistently applied by Fund for all the years presented.

#### **a) Recognition of Receipts**

The Fund recognises all receipts from the various sources when the event occurs, and the related cash has been received the Fund.

**(i) Tax Receipts**

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

**(ii) Transfers from the Exchequer**

Transfers from the exchequer are 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 Petroleum Development Fund.

**b) 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.

**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.

**c) Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits and retentions, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament in June 2022 for the period 1<sup>st</sup> July 2022 to 30<sup>th</sup> June 2023 as required by Law and there were 2 number of supplementary adjustments to the original budget during the year.

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

**d) Comparative Figures**

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

**e) Subsequent Events**

There have been no events after the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2023.

**f) Prior Period Adjustment**

During the year, errors that have been corrected are disclosed under note 7 explaining the nature and amounts.

Significant Accounting Policies (Continued)

Notes to the Financial Statements (Continued)

1 Fines, Penalties and Levies

Explanation	2022-2023	2021-2022
	Kshs	Kshs
Fines, Penalties and Levies	2,833,000,000	2,333,000,000
<b>Total</b>	<b>2,833,000,000</b>	<b>2,333,000,000</b>

2 Interest Income

Explanation	2022-2023	2021-2022
	Kshs	Kshs
Interest Income	27,333,841	13,184,703
<b>Total</b>	<b>27,333,841</b>	<b>13,184,703</b>

3. Transfer to Government Entities

Description	2022-2023	2021-2022
	Kshs	Kshs
State Department for Energy	400,000,000	386,000,000
Kenya Association of Manufacturers	35,000,000	35,000,000
KEEP	80,000,000	72,000,000
Rural Electrification Authority	1,669,000,000	1,740,000,000
Nupea	200,000,000	100,000,000
<b>TOTAL</b>	<b>2,384,000,000</b>	<b>2,333,000,000</b>

**Petroleum Development Fund – State Department for Energy  
Annual Report and Financial Statements for the year ended 30th June 2023**

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

**4.General Expenses**

Explanation	2022-2023	2021-2022
	Kshs	Kshs
Bank Charges	5,474,808	2,647,077
<b>Total</b>	<b>5,474,808</b>	<b>2,647,077</b>

**5.Bank Accounts**

Name of Bank, Account No & Currency	Fund Account	2022-2023	2021-2022
		Kshs	Kshs
KCB Current Account	Fund	0	112,437
Credit Bank	Fund	470,859,033	10,425,189
<b>TOTAL</b>		<b>470,859,033</b>	<b>10,537,626</b>

**6.Fund Brought Forward**

Explanation	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	10,537,626	146,950,155
<b>Total</b>	<b>10,537,626</b>	<b>146,950,155</b>

**7. Prior Year adjustments**

Explanation	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	10,537,626	146,950,155
<b>Total</b>	<b>10,537,626</b>	<b>146,950,155</b>

This are monies transferred back to the Consolidated fund as per PFM requirements

### **3 Related Party Disclosures**

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS.

The following comprise of related parties to the Petroleum Development Fund.

- i) Key management personnel that include the Cabinet Secretaries and Accounting Officers
- ii) Other Ministries Departments and Agencies and Development Projects;
- iii) County Governments; and
- iv) State Corporations and Semi-Autonomous Government Agencies.


#### **3.1 Related party transactions:**


<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
State Department for Energy	400,000,000	386,000,000
Rural Electrification Authority	1,669,000,000	1,740,000,000
Nuclear Power	200,000,000	100,000,000
Kenya Association of Manufacturers (KAM)	35,000,000	35,000,000
Kenya Electrification Expansion Program (KEEP)	80,000,000	72,000,000
<b>Total</b>	<b>2,384,000,000</b>	<b>2,333,000,000</b>

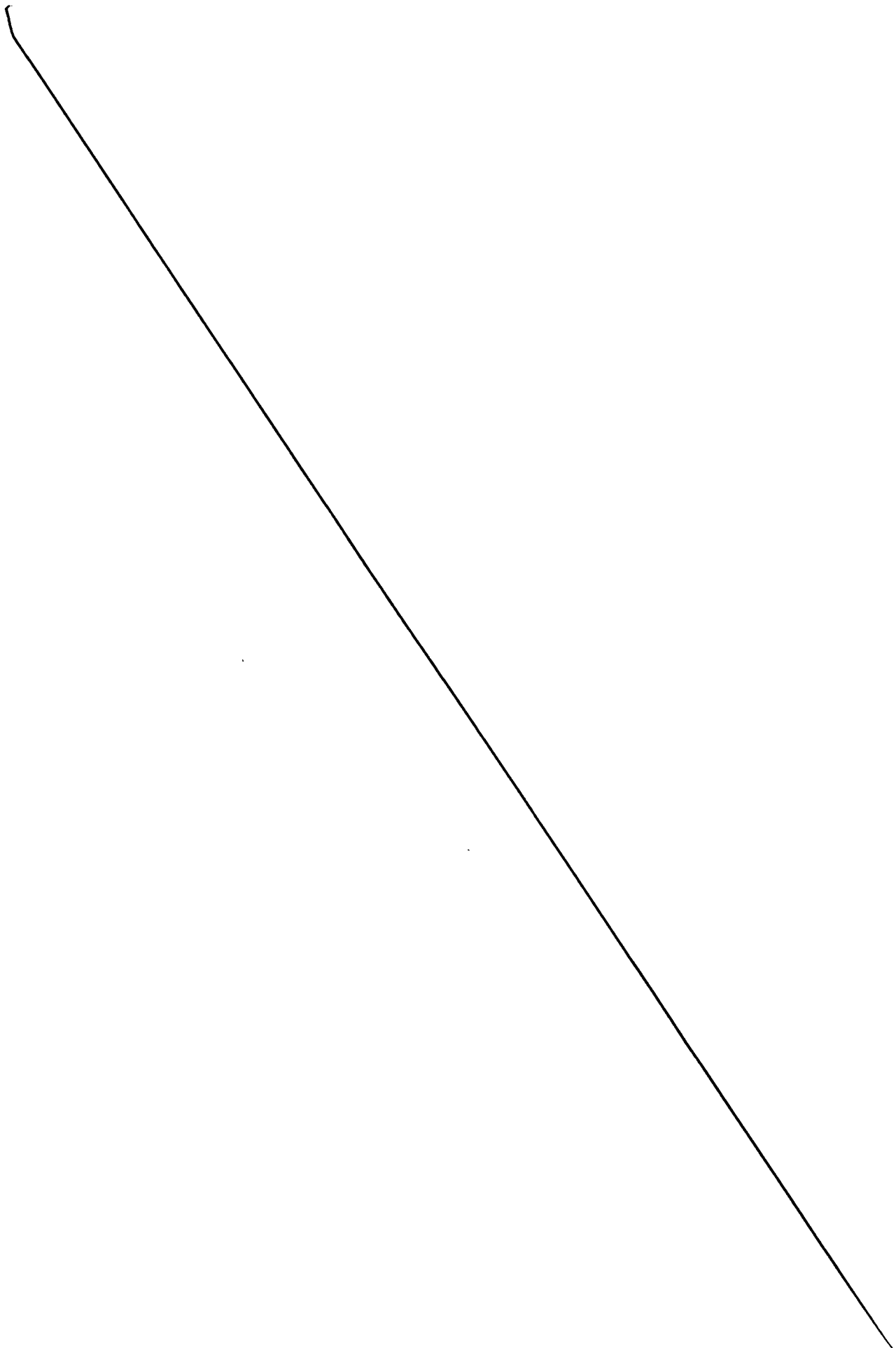
**3.2 Progress on follow up of Prior Years Auditor-General's recommendations.**

The following is the summary of issues raised by the Auditor-General during the prior year and management comments that were provided.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Budget Performance and Control	The management stated that some budget lines were not fully funded due to budget cuts during the Financial year	Resolved	
	Irregular utilization of the Fund resources	The management stated that the transfers to the various entities were budget for and approved by the National Assembly as required by law.	Resolved	

  
 Fund Administrator  
 Alex Kamau Wachira

  
 Fund Accountant  
 CPA Rose Baraza  
 ICPAK M/No 5586



MINISTRY OF ENERGY                      REPUBLIC OF KENYA  
**BANK RECONCILIATION**

PDL

F/Y 2022/2023

Station **NAIROBI**

as at 30TH JUNE 2023

**Balance as per Bank Certificate .....**  
**Less -----**

1. Payments in Cash Book not yet  
 recorded in Bank Statement  
 (Unpresented Cheques) .....
2. Receipts in Bank Statement not  
 yet recorded in Cash book .....

**Sub - Total****Add -----**

3. Payment in Bank Statement not  
 yet recorded in Cash Book .....
- 4 Receipts in Cash Book not yet  
 Recorded in Bank Statement .....

		Sh.
		470,859,033.15
		0.00
		0.00
		470,859,033.15
		0.00
		0.00
		470,859,033.15

**Balance as per cash Book .....****470,859,033.15**

I certify that I have verified the Bank balance in the cash Book with the bank Statement  
 and that the above reconciliation is correct.

  
 Signature

Accountant  
 Designation

30/06/23  
 Date

Prepared by Stellan

REPUBLIC OF KENYA

Date: 11<sup>th</sup> July 2023

Report of the Board of Survey on the Cash and Bank Balance of State Department for Energy as at the close of Business on 30<sup>th</sup> June, 2023

The Board, consisting of – (Names and official titles)

DENNIS MUTISO	-	CHAIRMAN
SAMMY CHERUIYOUT	-	MEMBER
PENINNAH KANINI	-	SECRETARY

Assembled at the office of Cash Office at 12.30pm on 11th July, 2023

And the following cash was produced:-

Notes	...	..	..	..	..	..	Sh. Nil
Silver	...	..	..	..	..	..	Sh. Nil
Cooper	...	..	..	..	..	..	Sh Nil
Cheques (as per details on reverse)	...	..	..	..	..	..	<u>Sh. Nil</u> Nil

It was observed that cheques amounting to Sh- Cts - 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.

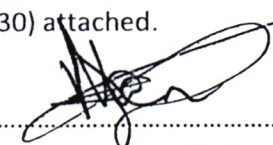
The Cash Book reflected the following balances as at the close of business on the 30<sup>th</sup> June, 2023.

Cash on hand	...	..	..	..	..	..	Sh. Nil
Bank Balance	...	..	..	..	..	..	Sh. 470,859,033.15
							<u>Sh. 470,859,033.15</u>

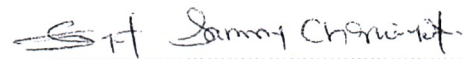
The Bank Certificate of Balance showed a sum of Shs.470, 859,033.15 to the credit of the account on 30<sup>th</sup> June, 2023

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


1 / 07 / 2023  
DATE

  
.....  
DENNIS N. MUTISO  
Chairman

Date 1/07/2023.....

  
.....  
Members of the Board

1/07/2023  
DATE

  
.....  
PENINNAH K  
SECRETARY

LIST OF CHEQUES INCLUDED AS PART OF CASH ON HAND

Cheque No.	Drawer	Date of Cheque	Date Received	Amounts

Our ref: CBL/ 1000097534/2023

21 July 2023

To,  
Ministry of Energy and Petroleum,  
State Department For Energy  
Petroleum development Levi Fund  
Kawi house,  
P.O. Box 30582,  
Nairobi.

Ref. No.MOE/ACC/1/VOL.1/112

Dear Sir/Madam,

**RE: CERTIFICATE OF BALANCES PETROLEUM DEVELOPMENT LEVI FUND AS AT 30 JUNE 2023**

We refer to your letter dated 19 July 2023 requesting us to furnish you directly with details relating to the subject account held with us.

In reference to the same, please find below the details as required.

1) Account No. 0021007000785 Kes 470,859,033.15 Cr

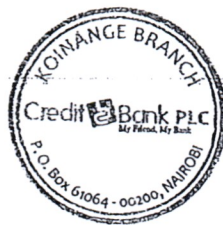
Kindly do not hesitate to contact us should you require any further clarification.

Yours faithfully,

For: Credit Bank Ltd



AUTHORISED SIGNATORY



AUTHORISED SIGNATORY

Telephone: +254-20-5138300  
Email: ceo@nuclear.co.ke  
When replying please quote

OFFICE OF THE CHIEF EXECUTIVE OFFICER  
NUCLEAR POWER AND ENERGY AGENCY  
KAWI COMPLEX, OFF REDCROSS ROAD  
P. O. Box 26374-00100  
**NAIROBI**

Ref No: NuPEA/FIN/2023-24/01

15<sup>th</sup> August, 2023

**The Principal Secretary**  
State Department for Energy  
Kawi Complex Headquarters  
NAIROBI

24 AUG 2023 168  
RECEIVED BY ACCOUNTS UNIT

Att: Head of Accounting Unit

**RE: CONFIRMATION OF INTER ENTITY TRANSFER FUNDS FOR FY 2022-2023**

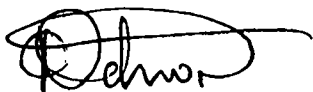
Reference is made to your letter Ref No. MOE/ACC/1 VOL.I/52 dated 26<sup>th</sup> July, 2023 on Inter Entity Transfers for the Financial Year 2022/23. We acknowledge receipt of **Ksh. 918,000,000.00** for the year as shown in the table below.

Reference No	Date Disbursed	Recurrent (A)	Development (B)	Total C=A+B	Amount Received by NuPEA 2022/23(D)	Difference E=D-C
Ref No	Date Disbursed	Recurrent (A)	Development (B)	Total C=A+B		
FT22277XN5K7	04-Oct-22	49,583,334.00			49,583,334.00	
FT22300XZD3V	27-Oct-2022	49,583,333.35			49,583,333.35	
FT22327C3KHS	23-Nov-22	49,583,333.30			49,583,333.30	
FT230791V8K1	20-Mar-23	143,083,333.15			143,083,333.15	
FT23108D43GY	18-Apr-23	47,694,444.40			47,694,444.40	
FT23117CKSH	27-Apr-23	95,388,888.80			95,388,888.80	
FT23158WXQWP	07-Jun-23	47,694,444.40			47,694,444.40	
FT23180Z77SF	29-Jun-23	95,388,888.60			95,388,888.60	
<b>TOTAL</b>		<b>578,000,000.00</b>			<b>578,000,000.00</b>	
FT222853GOXC	12-Oct-22		95,000,000.00		95,000,000.00	
FT231843QQT0	03-Jul-23		45,000,000.00		45,000,000.00	



CHQ000013	14-Nov-22		200,000,000.00		200,000,000.00
<b>TOTAL</b>			<b>340,000,000.00</b>	<b>918,000,000.00</b>	<b>340,000,000.00</b>

We wish to express our gratitude for your continued support.



CPA Caren Oduor  
**Ag. Director Corporate Services**

