

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

**OF**

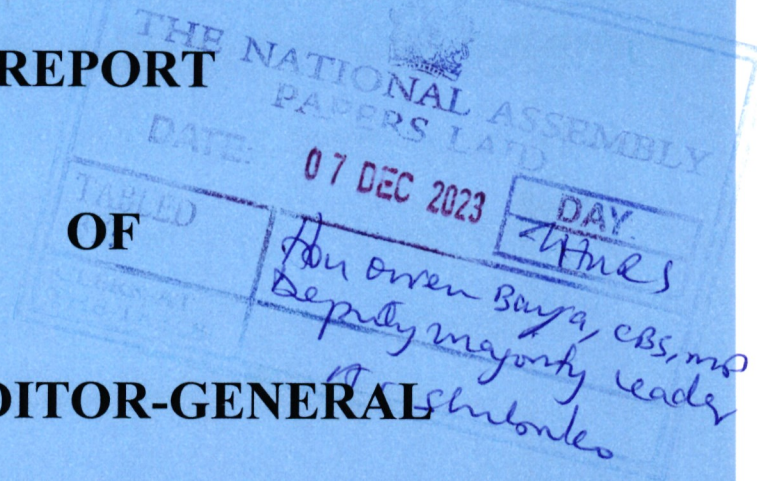
**THE AUDITOR-GENERAL**

**ON**

**EASTERN AFRICA REGIONAL TRANSPORT,  
TRADE AND DEVELOPMENT FACILITATION  
PROJECT IDA CREDIT NO. 5638-KE (MICT)**

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

**INFORMATION AND COMMUNICATION  
TECHNOLOGY (ICT) AUTHORITY**





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

16 NOV 2023

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**PROJECT NAME: EASTERN AFRICA REGIONAL TRANSPORT, TRADE AND  
DEVELOPMENT FACILITATION PROJECT (EARTTDFP)**

**IMPLEMENTING ENTITY: ICT AUTHORITY**

**PROJECT GRANT/CREDIT NUMBER: IDA Credit No.: 5638-KE**

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**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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18 NOV 2023

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**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
(EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

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

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
MDAs	Ministries, Departments & Agencies
Comparative FY	Financial year preceding the current financial year.
GoK	Government of Kenya
IDA	International Development Association
EARTTDFP	Eastern Africa Regional Transport, Trade and Development Facilitation Project
CEO	Chief Executive Officer

**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
(EARTTDFP)**

***Annual Report and Financial Statements for the financial year ended June 30, 2023***

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

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

The project's official name is Eastern Africa Regional Transport, Trade and Development Facilitation Project

#### **Objective**

The key objective of the project is:

- (i) contribute to extend the geographic reach of broadband networks including enhanced international connectivity for both South Sudan and Kenya, and
- (ii) Contribute to improved delivery of public services.

#### **Address**

The project headquarters offices are in Nairobi County, Kenya. The address of its registered office is:

Telposta Towers, 12th Floor  
Kenyatta Avenue  
P. o Box 27150-00100  
Tel: +254-20-2089061  
Nairobi, Kenya  
Email: [communications@ict.go.ke](mailto:communications@ict.go.ke)  
Website: [www.icta.go.ke](http://www.icta.go.ke)

The project also has regional offices in all counties.

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

P. o Box 27150-00100  
Tel: +254-20-2089061  
Nairobi, Kenya  
Email: [communications@ict.go.ke](mailto:communications@ict.go.ke)  
Website: [www.icta.go.ke](http://www.icta.go.ke)

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

**2.2 Project Information**

Project Start Date:	The project start date is 16.11.2015
Project End Date:	The project end date is 29.12.2023
Project Manager:	The project manager is Mr. Thomas Odhiambo
Project Sponsor:	The project sponsor is World Bank

**2.3 Project Overview**

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Information Communications & Digital Economy-State Department for ICT & Digital Economy.
Project/ Credit Number:	IDA- P148853 Credit No. 56380- KE
Strategic goals of the project	The strategic goals of the project are as follows: 1- Contribute to extend the geographic reach of broadband networks including enhanced international connectivity for both South Sudan and Kenya, and 2- Contribute to improved delivery of public services.
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: 1- Construction of approximately 600Km of high capacity fiber optic cable and associated ductwork to be laid alongside the road from Eldoret to Nadapal-Nakodok; 2- Fiber spurs and rings to connect schools, hospitals, other strategic locations including pastoralist road side markets, export processing zones, rest stops, community centers and service centers along the corridor in the project area as part of integrated infrastructure development and smart roads network.

**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
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**Annual Report and Financial Statements for the financial year ended June 30, 2023**

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Other important background information of the project	The project: <ul style="list-style-type: none"><li>▪ This project is being executed under the South Sudan - East Africa Regional Transport, Trade and Development Facilitation (SS-EARTTDF) Program which is aimed at enhancing regional connectivity of South Sudan with its Eastern Africa neighbouring countries and improving access to the Mombasa sea port.</li></ul>
Current situation that the project was formed to intervene	The project was formed to intervene in the following areas: <ul style="list-style-type: none"><li>▪ Support Kenya's economic development strategy and address the mounting pressures to enhance connectivity of the northern parts of the country and South Sudan to the rest of the Country and more so to the Port of Mombasa.</li></ul>
Project duration	8 years (the project started on November 16, 2015 and is expected to run until December 29, 2023)

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

**2.4 Bankers**

The following are the bankers for the project:

Citibank NA  
Citibank House, Upper Hill Road'  
P.O Box 30711-00100  
TEL: +254-20-2711221  
NAIROBI, KENYA

Kenya Commercial Bank  
Kencom House, Moi Avenue,  
P.O. Box 48400-00100,  
Nairobi, Kenya

**2.5 Independent Auditor**

The project is audited by the Office of the Auditor General

**2.6 Roles and Responsibilities**

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

<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
Stanley Kamanguya, OGW	Chief Executive Officer	Master of Business Administration; Bachelor's Degree in Computer Science	Signatory to subsidiary agreement with The National Treasury, CEO
Thomas Odhiambo	Ag. Director, programmes & Standards	MSc Information Systems experience in project implementation	Team Leader and Project Manager
Oliver Pyoko	Ag. Director, Corporate Services	CPA (K)	Accounting Specialist

**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
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Sostanis Okoth	Deputy Director, Supply Chain	BSc, KISM	Procurement Specialist
Antony Lenaiyara	Assistant Director, Programmes	BSc Telecommunications	Project Lead
Elijah Cheruiyot	Engineer Networks	BSc ICT Certifications	Technical Lead
Brian Kariuki	Senior Programmes Officer	BSc Electrical Engineering	Project Team Member
Charles Simiyu	Senior Programmes Officer	BSc Project Management	Project Support

## **2.7 Funding summary**

The Project is for duration of 8 years from 2015 to 2023 with an approved budget of US\$ 29.5 million equivalent to KShs 2.95 Billion as highlighted in the table below:

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

Below is the funding summary:

**A. Source of Funds**

Source of funds	Donor Commitment		Amount received to date - (30.06.2023)		Undrawn balance to date - (30.06.2022)	
	Donor currency (USD) (A)	KShs (A')	Donor currency (USD) (B)	KShs (B')	Donor currency (USD) (A)-(B)	KShs (A')-(B')
(i) Grant						
World Bank (IDA)	25,500,000	2,575,755,000	14,591,535	1,457,067,670	10,908,465	1,118,687,330
(ii) Counterpart funds						
Government of Kenya	4,000,000	404,040,000	-	75,000,000	4,000,000	329,040,000
<b>Total</b>	<b>29,500,000</b>	<b>2,979,795,000</b>	<b>14,591,535</b>	<b>1,532,067,670</b>	<b>14,908,465</b>	<b>1,447,727,330</b>

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

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

**B. Application of Funds**

Application of funds	Amount received to date - (30 <sup>th</sup> June 2023)		Cumulative Amount paid to date - (30 <sup>th</sup> June 2023)		Unutilized balance to date (30.06.2023)	
	Donor currency (A)	KShs (A')	Donor currency (B)	KShs (B')	Donor currency (A)-(B)	KShs (A')-(B')
(i) Grant						
World Bank (IDA)	14,591,535	1,457,067,670	13,735,728	1,454,483,155	855,808	2,584,515
(ii) Counterpart funds						
Government of Kenya	-	75,000,000	-	63,473,341	0	11,526,659
<b>Total</b>	<b>14,591,535</b>	<b>1,507,067,670</b>	<b>13,735,728</b>	<b>1,517,956,496</b>	<b>855,808</b>	<b>14,111,496</b>

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**

**Annual Report and Financial Statements for the financial year ended June 30, 2023**

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

**2.8 Summary of Overall Project Performance:**

- i) *Budget performance against actual amounts for current year and for cumulative to-date:*

The budget for the 2022/23 FY was KShs 727,000,000, total receipt for the year was KShs 299,973,944 and actual expenditure was KShs 421,091,968 (IDA) while the budget for counterpart was KShs 25 million with KShs 25 million receipt and KShs 39,723,088 actual expenditure.

The below table summarises the current and cumulative to date.

	2022/2023 FY			CUMULATIVE TO DATE	
	BUDGET	INCOME	EXPENDITURE	INCOME	EXPENDITURE
EARTTDFP PROJECT	702,000,000	299,973,944	421,091,968	1,457,067,670	1,454,483,156
EARTTDFP COUNTERPART	25,000,000	25,000,000	39,723,088	75,000,000	63,473,341
<b>TOTALS</b>	<b>727,000,000</b>	<b>324,973,944</b>	<b>460,815,056</b>	<b>1,532,067,670</b>	<b>1,517,956,497</b>

- ii) *Physical progress based on outputs, outcomes, and impacts since project commencement,*

Link Name	Output Link Distance (Km)	Outcome	Impact
Eldoret - Kitale	71.2	24-core fibre Link is now operational Facilitating broadband connectivity along Eldoret to Lodwar for internet, email , communications	Efficient and effective reliable connectivity for Government, educational and health institutions, businesses and Telcos
Kitale - Kapenguria	42.7	24-core fibre Link is now operational Facilitating broadband	Efficient and effective reliable connectivity for Government, educational and health

**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
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Link Name	Output Link Distance (Km)	Outcome	Impact
		connectivity along Eldoret to Lodwar for internet, email , communications	institutions, businesses and Telcos
Kapenguria - Kainuk	101.8	24-core fibre Link is now operational Facilitating broadband connectivity along Eldoret to Lodwar for internet, email , communications	Efficient and effective reliable connectivity for Government, educational and health institutions, businesses and Telcos
Kainuk - Lokichar	86.7	24-core fibre Link is now operational Facilitating broadband connectivity along Eldoret to Lodwar for internet, email, communications	Efficient and effective reliable connectivity for Government, educational and health institutions, businesses and Telcos
Lokichar - Lodwar	97.2	Facilitating broadband connectivity along Eldoret to Lodwar for internet, email, communications	Efficient and effective reliable connectivity for Government, educational and health institutions, businesses and Telcos
<b>Sub-Total</b>	<b>399.6</b>	24-core fibre Link is now operational Facilitating broadband connectivity along Eldoret to Lodwar for internet, email, communications	Efficient and effective reliable connectivity for Government, educational and health institutions, businesses and Telcos
Luterere - Nadapal	327	Frequency identified and	24-core high-capacity reliable link from

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Link Name	Output Link Distance (Km)	Outcome	Impact
		license issued by CA.  Equipment assembly being finalized.	Eldoret to Lodwar available for internet, email, communications for Government, educational and health institutions, businesses and Telcos
Installation of 144-core Fibre link from Eldoret to Nadapal	623	Installation of 14 aggregation and 9 core sites. Installation of ducts and fiber for the spur link (appro.57kms) Installation of power-green energy for all the sites Installation ducts for a total of 623Kms  Installation of subscriber/last mile sites along Eldoret to Nadapal- Nakodok road.	144 core high capacity reliable link from Eldoret to Nadapal-Nakodok available for internet, email, communications for Government, educational and health institutions, businesses and Telcos

*iii) Indicate the absorption rate for each year since the commencement of the project.*

FY	Actual Received	Expenditure	Absorption rate
2016/2017	76,595,883	17,477,950	23%
2017/2018	-	40,927,785	100%
2018/2019	125,558,385	124,499,336	99%
2019/2020	123,676,921	131,421,321	106%

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2020/2021	398,668,366	349,614,691	87%
2021/2022	432,594,172	416,274,246	96%
2022/2023	299,973,944	421,091,968	140%
<b>Totals</b>	<b>1,457,067,670</b>	<b>1,501,307,297</b>	<b>103%</b>

iv) *Implementation challenges and recommendations.*

**Challenges**

- i. Delays in issuance of exchequer releases
- ii. Slow rate of reimbursements, typically 3 months, and typical figures less than 100 million. At this rate the Government will require 60 Months to absorb the outstanding balance.

**Recommendations**

- i. Budgetary allocation should be sufficient.
- ii. Government should provide for its share of contributions with one year to go before project expiry.
- iii. The Government should allow for direct payment to contractors to speed up absorption and cut-out the tedious red tape in fund disbursements.

**2.9 Summary of Project Compliance:**

- i) All project requirements have been complied with.

### **3. Statement of Performance against Project's Predetermined Objectives**

#### **Introduction**

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

The key development objectives of the *project's agreement/ plan* are to:

- a. Provide capacity building along the Eldoret to Nadapal - Nakodok route for communities to appreciate and understand the importance of information and communication infrastructure.
- b. Construction of a redundancy link between Eldoret - Lokochogio to ensure service continuity in case the Eldoret to Nadapal - Nakodok optic fiber cable is cut.
- c. Construction of approximately 600 kilometers of high-capacity fiber optic cable along the Eldoret to Nadapal - Nakodok road;
- d. Provide various spurs and rings to facilitate the ability of other implementing agencies to position their infrastructure as part of the development of a smart road network
- e. Implementation of last mile/subscriber sites along Eldoret to Nadapal-Nakodok road
- f. Rehabilitate the existing 24 core fibre from Eldoret to Nadapal.-The Scope of this project involves rehabilitation of existing fiber link between Eldoret and Lodwar, and deployment of wireless solution from Lodwar to Nadapal.

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

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into

development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement.

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Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Eastern Africa Regional Transport, Trade and Development Facilitation Project	Rehabilitation of the existing Fibre Optic Cable	Increase internet connectivity and reliability of Uasin Gishu, West Pokot and Turkana counties.	100% Eldoret <> Lodwar link is completed.  Lodwar <> Nadapal Wireless Link is completed	In FY 19/20 the rehabilitation of 24-core fiber from Eldoret to Lodwar was completed and operationalized.  Construction of a wireless link Lodwar to Nadapal/Nakodok is completed and operationalized
	Installation of 144 - core fibre cable from Eldoret to Nadapal /Nakodok  Installation of 175 last mile sites along Eldoret to Nadapal-Nakodok	Increase internet connectivity and reliability of Uasin Gishu, West Pokot and Turkana counties	100% Main backbone Eldoret <> Nadapal link completed and operational. Last mile sites installation Eldoret<>Nadapal ongoing installation underway	In FY 22/23, installation of main back bone - Eldoret to Nadapal-Nakodok was completed. Installation of lastmile sites underway and scheduled for commissioning end of October 2023

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

The key objective of the project is to contribute to extend the geographic reach of broadband networks including enhanced international connectivity for both South Sudan and Kenya, thereby contributing to improved delivery of public services.

##### **1. Sustainability strategy and profile**

The top management especially the accounting officer always makes reference to sustainable efforts, broad trends in political and macroeconomic affecting sustainability priorities, reference to international best practices and key achievements and failure.

##### **2. Environmental performance**

###### **E-waste Project: towards a sustainable digital green economy and employment creation**

The increasing rate of technology advancement has resulted in the proliferation of electronic devices and appliances that have a limited lifespan. As a result, e-waste has become a major environmental concern due to the hazardous materials contained in these devices and the improper disposal of these materials.

In view of the above, The Authority has established an e-waste management facility to support the government manage issues arising out of implementation of the digital economy initiatives across the government as well as the Country. The initiative is expected to spur economic growth through creation of 1 million indirect and direct employment opportunities through SMEs growth and distribution refurbished devices to citizens centres to assist in training digital skills to the rural communities in markets, villages, wards, and constituencies.

Additionally, provide skills development to 500,000 youths on e-waste management, repair and maintenance of ICT and accessories equipment.

The Project is in operation with over 10,000 devices collected from MCDAs, and 8,000 tested. This is intended to scale across the country to citizens and private sector organizations. The project supports the Digital eservices and Digital super highway projects.

**Impact:**

- a) **Creation of Employment (direct and indirect) The project has a capacity to create 500,000 direct and indirect jobs**
- i). Establishment of Infrastructure factory/ facilities and systems;
  - ii). Establishment of e-waste collection centers in all counties
  - iii). Establishment of SMEs for EEE repair and maintenance shops for youth through Husler fund after training across the country
  - iv). Education and training - (Awareness, change management and capacity building);
  - v). Collection, Repair and maintenance - all the Country's devices (ALL EEE), schools, public and private sector
  - vi). Distribution of refurbished devices to centres to support citizens skills development
  - vii). Recycle of materials - towards a Circular economy -
  - viii). Research and innovation
  - ix). Commercialize refurbished equipment & sale of recovered rare minerals from recycling- empower informal sector Establishment of a device manufacturing factory
- b) **Globally-the goal is to meet the SDG goals - Raise Kenya's Index on globe e-waste management and Promotion of a circular economy for a sustainable climate change adaptation through safe and proper disposal of e-waste (eliminate or reduce obsolete electronics and safeguard the natural resources and reduce unnecessary dumps and landfills through recycling.**

**3. Employee welfare**

The Human Resource Policy and procedure manual guides our hiring process considering the gender ratio. The manual is improved after every three (3) years or as need arises in order to address emerging issues. The amendments are done by the Board of Directors with the advice of the CEO.

To improve on employee skills. the Authority has a training policy and a committee in place that evaluates the training projections from every employee and the budget allocated for trainings in order to ensure that every employee has attended a training not less than 5 days per financial year. The employees attend trainings that are in line with the jobs to improve on their knowledge and skills. The Authority has a performance appraisal in place whereby the employees sign targets with their supervisors at the beginning of the financial year and evaluation is done at the end of the financial year.

**4. Marketplace practices-**

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

ICTA ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors by **Avoiding causing or contributing to adverse impacts on such matters and address such impacts when they occur.**

**b) Responsible ethical practices**

On local community, the authority ensures that our work with the local community involves working and supporting local and national charities and encouraging volunteer work in community activities. The Authority will also ensure that we deal responsibly, openly and fairly with suppliers by ensuring that we use local suppliers as much as possible and that we will endeavour to pay them on time. The Authority will continue to forge public private partnership when undertaking the activities in order to ensure we make a significant positive difference in the society.

**c) Regulatory impact assessment**

Safeguard citizen and stakeholder's rights.

## **5. Community Engagements**

The Authority undertook the CSR activity during the Connected 2023 Summit which was held at Diani, Kwale in April 2023. During the 4-day technology summit that brings together professionals, entrepreneurs, and leaders in the technology industry, the ICT Authority involved the locals in a major Corporate Social Responsibility as part of its commitment to giving back to the society. It focused on providing basic needs such as food to the less fortunate families in the county. The food stuff and hygiene products distributed will provide support to the less fortunate people in Kwale County and especially the school going girls who cannot afford such commodities. The ICT Authority recognizes the need to support and uplift communities, and this CSR project is just one of the ways we are contributing to society. Moreover, the authority also launched a free public Wi-Fi as part of a digital CSR primed to enhance the access of ITCs in the entire country.



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

The Directors of ICT Authority and the Project Coordinator for *EARTTDF 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, 2023.

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

The Directors of ICT Authority and the Project Coordinator for *EARTTDF 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 Directors of ICT Authority and the Project Coordinator for *EARTTDF 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, 2023, and of the Project's financial position as at that date. The Directors of ICT Authority and the Project Coordinator for *EARTTDF 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.

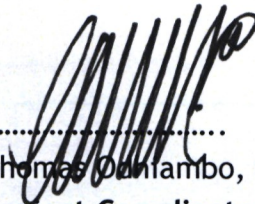
The Directors of ICT Authority and the Project Coordinator for *EARTTDF project* confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds

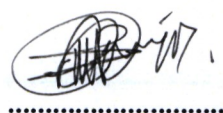
received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

**Approval of the Project Financial Statements**

The Project financial statements were approved by the Board for Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP) on September 26, 2023 and signed by:

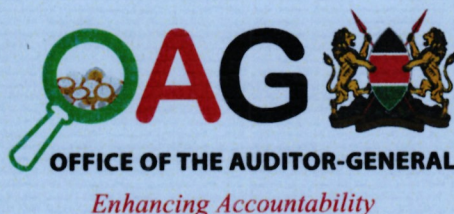
  
.....  
Stanley Kamanguya, OGW  
Chief Executive Officer

  
.....  
Thomas Ochieng, OGW  
Project Coordinator

  
.....  
CPA Oliver Pyoko  
Project Accountant  
ICPAK M.No: 12558

# REPUBLIC OF KENYA

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P.O. Box 30084-00100  
NAIROBI

## REPORT OF THE AUDITOR-GENERAL ON EASTERN AFRICA REGIONAL TRANSPORT, TRADE AND DEVELOPMENT FACILITATION PROJECT IDA CREDIT NO. 5638-KE (MICT) FOR THE YEAR ENDED 30 JUNE, 2023 - INFORMATION AND COMMUNICATION TECHNOLOGY (ICT) AUTHORITY

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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

#### Qualified Opinion

I have audited the accompanying financial statements of Eastern Africa Regional Transport, Trade and Development Facilitation Project (IDA Credit No. 5638-KE) -

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*Report of the Auditor-General on Eastern Africa Regional Transport, Trade and Development (IDA Credit No. 5638-KE) for the year ended 30 June, 2023 - Information and Communication Technology (ICT) Authority*

Information and Communication Technology (ICT) Authority, set out on pages 1 to 30, which comprise the statement of financial assets as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Eastern Africa Regional Transport, Trade and Development Facilitation Project (IDA Credit No. 5638-KE) - Information and Communication Technology (ICT) Authority 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 and the Financing Agreement, Credit No. 5638-KE dated 20 July, 2015 between International Development Association (IDA) and the Republic of Kenya.

In addition, the special accounts statements present fairly, the special accounts transactions and the closing balance has been reconciled with book balances.

### **Basis for Qualified Opinion**

#### **1. Misstatement of Government of Kenya (GoK) Counterpart Expenses**

The statement of receipts and payments reflects GoK counterpart expenses of Kshs.39,723,088, while the supporting payment documents show a corresponding amount of Kshs.29,549,949, resulting in an unreconciled variance of Kshs.10,173,139.

In the circumstances, the accuracy and completeness of GoK counterpart expenses of Kshs.39,723,088 could not be confirmed.

#### **2. Unsupported Cash and Cash Equivalents Balance**

The statement of financial assets reflects cash and cash equivalents balance of Kshs.14,111,176 which, as disclosed in Note 9.1 to the financial statements, includes Kshs.11,526,659 in respect of GoK counterpart funds held in an account at Citibank. However, the correctness of the latter balance could not be verified since Information and Communication Technology (ICT) Authority did not open and maintain a separate program operating account as required. Instead, two (2) bank accounts maintained at Citibank and Kenya Commercial Bank (KCB) respectively, which were not dedicated project accounts, were used for receipt and payment of counterpart funds. Further, the account at Citibank had closing cash book and bank balances of Kshs.18,438,683 and Kshs.67,896,121, while the account at KCB had corresponding balances of Kshs.243,222,551 and Kshs.68,236,104 respectively. In addition, a separate cash book for counterpart funds was not maintained.

In the circumstances, the accuracy and completeness of the GoK counterpart balance of Kshs.11,526,659 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Eastern Africa Regional Transport, Trade and Development Facilitation Project (IDA Credit No. 5638-KE) - Information and Communication Technology (ICT) Authority 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 qualified opinion.

### **Key Audit Matters**

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

### **Other Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.727,000,000 and Kshs.324,973,944 respectively, resulting in an underfunding of Kshs.403,026,056 or 55% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.727,000,000 and Kshs.460,815,056 respectively, resulting in an under-expenditure of Kshs.266,184,944 or 37 % of the budget.

The underfunding and under-expenditure affected the Project's planned activities and may have impacted negatively on service delivery to the public.

## **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.

#### **1. Irregular Variation of Contract**

The statement of receipts and payments reflects a balance of Kshs.406,232,384 in respect of rehabilitation costs/maintenance of buildings. Out of the balance, an amount of Kshs.376,203,680 was in respect of a contract for supply, installation, testing commissioning, training, warranty, and maintenance of two (2) optical fibre networks (backbone access) along the Eldoret, Ndapal, Nakodok Road. Review of financial records revealed that the contract was awarded on 3 June, 2020 at a contract sum of

USD.6,797,104 (approximately Kshs.354,488,355). According to the contract addendum No.3 of 2 February, 2023, the contract sum was varied by an amount of USD.2,160,500.90 (approximately Kshs.172,969,700), resulting to an amended contract sum of USD.8,957,605.87 (approximately Kshs.527,458,051) which was a variation of 49% of the original contract sum. However, this contract variation exceeded 25%, contrary to Section 139(4)(e) of the Public Procurement and Asset Disposal Act, 2015, which provides that any variation of a contract shall only be considered if cumulative value of all contract variations do not result in an increment of the total contract price by more than 25% of the original contract price. Further, Section 139(6) of the Act stipulates that where the variations result in an increment of the contract price by more than twenty-five percent, such variations shall be tendered for separately.

In addition, the performance security in form of bank guarantee was not adjusted after the variation, contrary to the requirement of the contract agreement that a 10% performance security of the contract price should be provided by the supplier in the form of a Bank guarantee.

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

## **2. Irregular Payment of Retention Monies**

The statement of receipts and payments reflects rehabilitation costs/maintenance of buildings balance of Kshs.406,232,384 which, as disclosed in Note 7 to the financial statements, includes rehabilitation costs of Kshs.30,000,000 paid to a company as retention monies upon completion of rehabilitation of Eldoret - Nadapal Optic Fibre cable. However, Management did not maintain a separate retention monies account as required by financial regulations and contract terms, and also did not provide the project contract file for audit to support the payment.

In the circumstances, the accuracy and completeness of rehabilitation costs balance of Kshs.30,000,000 and the regularity of the amount as a retention monies payment to the contractor could not be confirmed.

### **Basis for Conclusion**

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 THE 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, except for the matters described in the Basis for Qualified Opinion section of

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*Report of the Auditor-General on Eastern Africa Regional Transport, Trade and Development Facilitation Project (IDA Credit No.5638-KE) for the year ended 30 June, 2023 - Information and Communication Technology (ICT) Authority*

my report, 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.

### **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

As required by International Development Association (IDA), Financing Agreement Credit No 5638-KE dated 20 July, 2015 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 Eastern Africa Regional Transport, Trade and Development IDA Credit No. 5638-KE, so far as appears from the examination of those records; and,
- iii. The Project's financial statements agree with the accounting records and returns.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue to sustain its 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 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 Project'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 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 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 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 Project'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 Project 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 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 communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

  
**CPA Nancy Gathungu, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

**15 November, 2023**

Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023


7. Statement of Receipts and Payments for the year ended 30th June 2023.

	Note	2022/2023		2021/2022		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.	Total
<b>Receipts</b>						
Transfer from Government entities	1	25,000,000	0	50,000,000	0	75,000,000
Proceeds from domestic and foreign grants	2	299,973,944	0	432,594,172	0	1,457,067,671
<b>Total receipts</b>		<b>324,973,944</b>	<b>0</b>	<b>482,594,172</b>	<b>0</b>	<b>1,532,067,671</b>
<b>Payments</b>						
Consultancy Services	3	12,426,472	0	13,831,881	0	64,075,644
Compensation to employees	4	0	0	0	0	43,487,737
Purchase of goods and services	5	2,473,112	0	49,893,921	0	85,197,406
Acquisition of non-financial assets	6	-	0	0	0	12,141,444
Rehabilitation Costs/Main Build	7	406,192,384	0	328,798,191	0	1,249,580,925
GOK Counterpart Expenses	8	39,723,088	0	23,750,253	0	63,473,341
<b>Total payments</b>		<b>460,815,056</b>	<b>0</b>	<b>416,274,246</b>	<b>0</b>	<b>1,517,956,497</b>


**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

Surplus/ (deficit)	-135,841,112	0	-135,841,112	66,319,926	0	66,319,926	14,111,174
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The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements.

  
.....  
Stanley Kamanguya, OGW  
Chief Executive Officer

  
.....  
Thomas Odhiambo, OGW  
Project Coordinator

  
.....  
CPA Oliver Pyoko  
Project Accountant  
ICPAK M.No: 12558

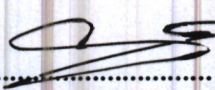
**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
(EARTTDFP)**

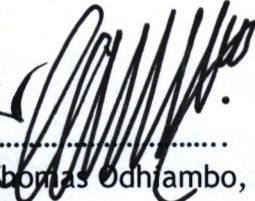
**Annual Report and Financial Statements for the financial year ended June 30, 2023**


**8. Statement of Financial Assets as at 30<sup>th</sup> June 2023**

Description	Note	2022-2023 KShs	2021-2022 KShs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalents</b>			
Bank Balances	10	14,111,176	127,383,336
Cash Equivalents (Short-Term Deposits)			-
<b>Total Cash and Cash Equivalents</b>		<b>14,111,176</b>	<b>127,383,336</b>
Imprests and Advances	11	-	92,500
<b>Total Financial Assets</b>		<b>14,111,176</b>	<b>127,475,836</b>
<b>Financial Liabilities</b>			
Deposits and Retention Monies	12	-	7,829
<b>Net Assets</b>		<b>14,111,176</b>	<b>127,468,007</b>
<b>Represented By</b>			
Fund Balance B/Fwd.	13	127,468,007	61,148,081
Prior Year Adjustments	14	22,484,280	-
Surplus/(Deficit) For the Year		-135,841,110	66,319,926
<b>Net Financial Position</b>		<b>14,111,176</b>	<b>127,468,007</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 September 26, 2023 and signed by:

  
.....  
Stanley Kamunguya, OGW  
Chief Executive Officer

  
.....  
Thomas Odhiambo, OGW  
Project Coordinator

  
.....  
CPA Oliver Pyoko  
Project Accountant  
ICPAK M.No: 12558

**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
(EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

**9. Statement of Cashflow for the year ended 30<sup>th</sup> June 2023**

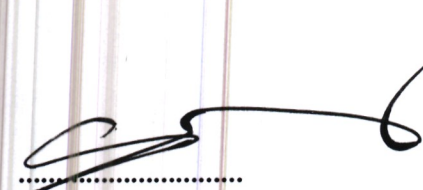
	Note	2022/23 KShs	2021/22 KShs
<b>Cashflow from operating activities</b>			
<b>Receipts</b>			
Transfer from Government entities (counterpart Funds)	1	25,000,000	50,000,000
Proceeds from domestic and foreign grants	2	299,973,944	432,594,172
<b>Total Receipts</b>		<b>324,973,944</b>	<b>482,594,172</b>
<b>Payments</b>			
Consultancy	3	12,426,472	13,831,881
Compensation to employees	4	0	0
Purchase of goods and services	5	2,473,111	49,893,921
Rehabilitation/Main Build Costs	7	406,192,384	328,798,191
GOK Counterpart Expenses	8	39,723,088	23,750,253
<b>Total Payments</b>		<b>460,815,054</b>	<b>416,274,246</b>
<b>Net receipts/(payments)</b>		<b>-135,841,111</b>	<b>66,319,926</b>
<b>Adjustment during the year</b>			
Prior Year Adjustments	14	22,484,280	-
<b>Decrease/ (Increase) in Accounts receivables</b>	15	<b>-92,500</b>	<b>-1,321,500</b>
<b>Increase/ (Decrease) in Accounts Payables</b>	16	<b>7,829</b>	<b>190,914</b>
		<b>22,568,951</b>	<b>1,130,586</b>
Net cash flow from operating activities		<b>-113,272,160</b>	<b>67,450,512</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Acquisition of Assets-Purchase of Motor Vehicles		-	-
Net cash flows from Investing Activities		-	-
<b>CASHFLOW FROM BORROWING ACTIVITIES</b>			
Proceeds from Foreign Borrowings		-	-
Net cash flow from financing activities		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>-113,272,160</b>	<b>67,450,512</b>
Cash and cash equivalent at BEGINNING of the year		127,383,336	59,932,824
<b>Cash and cash equivalent at END of the year</b>		<b>14,111,176</b>	<b>127,383,336</b>

**Eastern Africa Regional Transport, Trade and Development Facilitation Project  
(EARTTDFP)**

**Annual Report and Financial Statements for the financial year ended June 30, 2023**

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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 September 26, 2023, and signed by:



.....  
**Stanley Kamanguya, OGW**  
**Chief Executive Officer**



.....  
**Thomas Odhiambo, OGW**  
**Project Coordinator**



.....  
**CPA Oliver Pyoko**  
**Project Accountant**  
**ICPAK M.No: 12558**

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

**10. Statement of Comparison of Budget and Actual amounts for year ended 30<sup>th</sup> June 2023**


Receipts/Payments 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/c %
<b>Receipts</b>						
Transfer from Government entities	100,000,000	-75,000,000	25,000,000	25,000,000	0	100%
Proceeds from domestic and foreign grants	1,302,000,000	-600,000,000	702,000,000	299,973,944	402,026,056	43%
<b>Total Receipts</b>	<b>1,402,000,000</b>	<b>-675,000,000</b>	<b>727,000,000</b>	<b>324,973,944</b>	<b>402,026,056</b>	
<b>Payments</b>						
Consultancy Services	29,000,000	-14,000,000	15,000,000	12,426,472	3,584,253	76%
Purchase of goods and services	150,000		150,000	2,433,112	-2,281,624	1621%
Rehabilitation Costs/Main Build	1,265,850,000		686,850,000	406,232,384	279,605,404	59%
wireless Licenses	7,000,000	-7,000,000	0	0	0	
GOK Counterpart Expenses	100,000,000	-75,000,000	25,000,000	39,723,088	-14,723,088	159%
<b>Total Payments</b>	<b>1,402,000,000</b>	<b>-675,000,000</b>	<b>727,000,000</b>	<b>460,815,056</b>	<b>266,184,944</b>	
<b>Surplus or Deficit</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-135,841,112</b>	<b>135,841,112</b>	

Note: The significant budget utilisation/performance differences in the last column are explained in Annex 2 to these financial statements.

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

.....  
Stanley Kamanguya, OGW  
Chief Executive Officer

  
.....  
Thomas Odhiambo, OGW  
Project Coordinator

  
.....  
CPA Oliver Pyoko  
Project Accountant  
ICPAK M.No: 12558

**11. Significant Accounting Policies**

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

**a) Statement of compliance and basis of preparation**

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

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

**b) Reporting entity**

The financial statements are for Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP) under the State Department of ICT & Digital Economy. The financial statements are for the reporting entity as required by Section 81 of the PFM Act, 2012.

**c) Reporting currency**

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

**d) Recognition of receipts**

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

**Significant Accounting Policies (continued)**

**i) Transfers from the Exchequer**

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

**ii) External Assistance**

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

**iii) Other receipts**

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

**iv) Donations and grants**

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

**v) Proceeds from borrowing.**

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

**Significant Accounting Policies (continued)**

**vi) Undrawn external assistance**

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

**e) Recognition of payments**

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

**i) Compensation to employees**

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

**ii) Use of goods and services**

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

**iii) Interest on borrowing**

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

**iv) Repayment of borrowing (principal amount)**

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

**Significant Accounting Policies (continued)**

**v) Acquisition of fixed assets**

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment. A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

**f) In-kind donations**

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

**g) Cash and cash equivalents**

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

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

**Significant Accounting Policies (Continued)**

**h) Restriction on cash**

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

**i) Imprests and Advances**

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

**Significant Accounting Policies (Continued)**

**j) Contingent Liabilities**

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships, The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. **Annex 5** of this financial statement is a register of the contingent liabilities in the year.

**k) Contingent Assets**

The Authority does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of The Authority in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be

measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

**Significant Accounting Policies (Continued)**

**l) Pending bills**

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

**m) Budget**

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

**n) Third party payments**

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

and are disclosed in the payment to third parties' column in the statement of receipts and payments.

**Significant Accounting Policies (Continued)**

**o) Exchange rate differences**

The accounting records are maintained in the functional currency of the primary economic environment in which the Project operates (Kenya Shillings). Transactions in foreign currencies during the year/period are converted into the functional currency using the exchange rates prevailing at the dates of the transactions. Any foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statements of receipts and payments.

**p) Comparative figures**

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

**q) Subsequent events**

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2023.

**r) Prior period adjustments**

***Eastern Africa Regional Transport, Trade and Development Facilitation Project  
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Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). Explanations and details of these prior period adjustments are presented in note 14 of these financial statements.

**12. Notes to the Financial Statements**

**1. Transfers from Government entities**

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

<b>Description</b>	<b>KShs</b>	<b>KShs</b>	<b>Cumulative to-date (from inception)</b>
Counterpart funding through -State Department of ICT & Digital Economy	<b>2022-2023</b>	<b>2021-2022</b>	
Counterpart funds Quarter 1	25,000,000	25,000,000	50,000,000
Counterpart funds Quarter 2		25,000,000	25,000,000
<b>Total</b>	<b>25,000,000</b>	<b>50,000,000</b>	<b>75,000,000</b>

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

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

During the financial period to 30 June 2023, we received grants from donors as detailed in the table below:

Name of Donor	Date received	FY 2022/2023							Total amount in KShs	Cumulative to date
		Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount in KShs	2021/22	KShs		
		USD	KShs	KShs	KShs	KShs				
Grants Received from Multilateral Donors (International Organizations')										
The World Bank	07/12/2022	1,312,881	159,895,786	-	-	159,895,786				
The World Bank	27/03/2023	1,084,700	140,078,158	-	-	140,078,158				
The World Bank								432,594,172	1,457,067,670	
<b>Total</b>		<b>2,397,581</b>	<b>299,973,944</b>	<b>-</b>	<b>-</b>	<b>299,973,944</b>		<b>432,594,172</b>	<b>1,457,067,670</b>	

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**  
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**Notes to the Financial Statements (Continued)**

**3. Consultancy Services**

Description	2022/23		2021/22		Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments		
Project Consultant Fees	KShs 12,426,472	KShs -	KShs 12,426,472	KShs 13,831,881	KShs 64,075,644
<b>Total</b>	<b>12,426,472</b>	<b>-</b>	<b>12,426,472</b>	<b>13,831,881</b>	<b>64,075,644</b>

**4. Compensation to Employees**

Description	2022/23			2021/22		Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments		
Compensation to employees	KShs -	KShs -	KShs -	KShs 0		KShs 43,487,737
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,487,737</b>

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

**5. Purchase of Goods and Services**

Description	2022/23		2021/22		Cumulative to-date
	Payments made by the Entity in Cash KShs.	Payments made by third parties KShs	Total Payments KShs	Total Payments-Restated KShs	
Domestic travel and subsistence	882,411	-	882,411	-5,230,741	11,242,862
Foreign travel and subsistence	0	-	0	9,327,043	14,405,081
Capacity Building & Institutional strengthening		-	0	16,344,250	35,885,204
Hospitality supplies and services		-	0	1,487,260	5,355,667
Other operating expenses	12,291	-	12,291	105,397	1,718,804
Monitoring & Evaluation	631,000	-	631,000	543,100	1,593,100
Routine maintenance-vehicle and other transport	947,410	-	947,410	4,276,278	12,109,183
Project Communications		-	0	556,856	2,893,791
Exchange rate losses/gains (net)		-	0	198	-6,287
<b>Total</b>	<b>2,473,112</b>	<b>0</b>	<b>2,473,112</b>	<b>27,409,641</b>	<b>85,197,406</b>

During the review of IFR by the World Bank team the FY 2021/2022, expenditures of KShs 22,484,280 (Domestic travel-Kshs 22,263,530, project communication-KShs 750, routine maintenance KShs 220,000) were deemed illegible expenditures. The FY 2021/22 has been adjusted for the same as the amounts were refunded to the project in the FY 2022/23 (Note 14). The Domestic travel and subsistence as a result of prior year adjustments (2021/22 FY) has become a negative expense as the adjustment included 2020/21 and 2021/22 Financial years. The cumulative is a positive expense.

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Notes to the Financial Statements (Continued)

6. Acquisition of Non-Financial Assets

Description	2022/23			2021/22		Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments		
	KShs	KShs	KShs	KShs	KShs	KShs
Purchase of Motor Vehicles	-	-	-	-	-	12,141,444
<b>Total</b>	-	-	-	-	-	<b>12,141,444</b>

7. Rehabilitation/Main Build Costs

Description	2022/23			2021/22		Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments		
	KShs	KShs	KShs	KShs	KShs	KShs
Rehabilitation Costs	30,000,000	0	30,000,000	10,132,924	442,961,316	
Main Build	376,192,384	-	376,192,384	318,665,267	806,619,610	
<b>Total</b>	<b>406,192,384</b>	<b>-</b>	<b>406,192,384</b>	<b>328,798,191</b>	<b>1,249,580,925</b>	

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

**8. GoK Counterpart Expenses**

Description	2022/23		2021/22	Cumulative to-date KShs
	Payments made by the Entity in Cash KShs	Payments made by third parties KShs	Total Payments KShs	
GOK Counterpart Expenses	39,723,088	-	23,750,253	63,473,341
<b>Total</b>	<b>39,723,088</b>	<b>-</b>	<b>23,750,253</b>	<b>63,473,341</b>

The GOK counterpart expenses projects operational expenditures which are operational in nature and not catered for by IDA.

**9. Transfers to other Government Entities**

During the financial period to 30 June 2023, the authority did not transfer funds to government entities as shown below:

Description	2022-2023		2021-2022	Cumulative to-date Kshs
	Payments made by the Entity in Cash Kshs	Payments made by third parties Kshs	Total Payments Kshs	
Transfers to National Government entities	-	-	-	-
Transfers to County Governments	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



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

**10. Cash And Cash equivalents**

Description	2022/23 KShs	2021/22 KShs
Bank Accounts (Note 10.1)	14,111,176	127,383,336
Cash in Hand	-	-
Cash Equivalents (Short-Term Deposits)	-	-
<b>Total bank account balances</b>	<b>14,111,176</b>	<b>127,383,336</b>

EARTTDFP has one dedicated project account and one for counterpart funds spread within the project implementation area and one foreign currency designated accounts managed by the National Treasury as listed below:

**10.1 Bank Accounts**

**Project Bank Accounts**

Description	2022/23 KShs	2021/22 KShs
<b>Local Currency Accounts</b>		
Citibank [A/c No 0300085035]	2,423,747.25	100,704,321
Citibank [A/c No 0300085016] Note	11,526,659	26,249,747
<b>Total local currency balances</b>	<b>13,950,406</b>	<b>126,954,068</b>
<b>Others</b>		
<i>Cash in transit-Illegible payment</i>	160,770	429,268
<b>Total Project bank</b>	<b>14,111,176</b>	<b>127,383,336</b>

*The counterpart funds do not have a dedicated account, rather funds are received and paid from the GOK Main account which also holds other funds for the operation of ICTA.*

**10.2 Special Deposit Account**

Special Deposit Account	USD	USD
Central Bank of Kenya [A/c No 1000243791]	1,514,686	41,382
<b>Total Special Deposit Account</b>	<b>1,514,686</b>	<b>41,382</b>

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**  
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**Notes to the Financial Statements (Continued)**

**Special Deposit Accounts**

The balances in the Project's Special Deposit Account(s) as at 30<sup>th</sup> June 2023 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

**Special Deposit Accounts Movement Schedule**

Description	2022/23	2021/22
	USD	USD
A/C Name: ICTA A/C 'D' [A/c No. 1000243791]		
Opening balance	41,381	8,979,220
Total amount deposited in the account	3,870,885	5,274,415
Total amount withdrawn (as per Statement of Receipts & Payments)	-2,397,581	-14,212,253
Closing balance (as per SDA bank account reconciliation attached)	1,514,686	41,381

The Special Deposit Account reconciliation statement has been attached as Annex 6 support these closing balance.

**11. Imprests and Advances**

Description	2022/23	2021/22
		KShs
Imprests		92,500
Total Receivables	-	92,500

**11.A: Breakdown of Imprests and Advances**

Name of Officer	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance	Balance
				2022/2023	2021/2022
	KShs		KShs		KShs
LYUKUNYE LENAIYARA	0		0		52,500
OWILI OCHIENG	0		0	0	40,000

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
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<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>92,500</b>
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**Notes to the Financial Statements (Continued)**

**12. Deposits and Retention Monies**

<b>Description</b>	<b>2022/23</b>	<b>2021/22</b>
	<b>KShs</b>	<b>KShs</b>
2% WVAT	-	7,829
Deposits	-	-
Retention Monies	-	-
<b>Total Deposits and Retention Monies</b>	<b>-</b>	<b>7,829</b>

Total retention for the project is KShs 24,354,919 and USD 1,004,493. The retention monies are not included in the Financial statements as no deposit account has been opened for it. The amounts will be recognized at the point of payment. The breakdown of the retention is summarized below:

<b>Contractor</b>	<b>Amount (KES)</b>	<b>Amount (USD)</b>	<b>USD to KES</b>	<b>Cumulative (KShs)</b>
Camusat	6,132,943	67,263	9,452,093	15,585,035
Solton Telmec	18,221,976	937,229	131,702,760	149,924,736
<b>Total Retention</b>	<b>24,354,919</b>	<b>1,004,493</b>	<b>141,154,852</b>	<b>165,509,771</b>

The retention in USD has been converted to KShs at the CBK rate on June 30, 2023 @140.5235

**12.1. Ageing analysis: Deposits and Retention Monies**

<b>Ageing analysis: Deposits and Retention Monies</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	-	-	7,829	100%
1-2 years	-	-		
2-3 years	149,924,736	91%		
Over 3 years	15,585,035	9%		
<b>Total</b>	<b>165,509,771</b>		<b>7,829</b>	

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**  
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**Notes to the Financial Statements (Continued)**

**13. Fund Balance Brought Forward**

	2022/23	2021/22
Description	KShs	KShs
Bank accounts (Note 10)	14,111,176	127,383,336
Outstanding Imprests and advances	-	92,500
<b>Total</b>	<b>14,111,176</b>	<b>127,475,836</b>

**14. Prior Year adjustment**

Description of the error	Balance b/f Previous FY (audited financial statements) Kshs	Adjustments Kshs	Adjusted balance b/f Previous
			FY Kshs
Bank account Balances	127,383,336	22,484,280	149,867,616
Cash in hand	0	-	-
Imprests and advances	92,500	-	92,500
Deposits and retentions	7,829	-	7,829
<b>Total</b>	<b>127,483,665</b>	<b>22,484,280</b>	<b>149,967,945</b>

*(This relates to errors noted in prior year expenditures deemed ineligible under the project)*

**15. Changes in Imprests and Advances**

	2022/23	2021/22
	KShs	KShs
Opening Imprests and Advances as at 1st July 2022	92,500	1,414,000
Closing Imprests and Advances as at 30th June 2023	0	92,500
<b>Change in Imprests and Advances</b>	<b>-92,500</b>	<b>1,321,500</b>

**16. Changes in Accounts Deposits and Retention**

Description	2022/23	2021/22
	KShs	KShs
Deposit and Retentions as at 1st July 2022	7,829	198,743

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Closing account Deposits and Retention as at 30th June 2023	0	7,829
<b>Total Changes in Deposits and Retention</b>	<b>7,829</b>	<b>190,914</b>

**17. Other Important Disclosures**

**1. Related Party Disclosures**

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

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

**Related party transactions:**

	2022/23	2021/22
	Kshs	Kshs
<b>Compensation to Key Management</b>		
Compensation to the program manager/ director	-	-
Key Management Compensation others (specify)	-	-
<b>Total Compensation to Key Management</b>	-	-
<b>Transfers to related parties</b>		
Transfers to other government entities	-	-
<b>Total Transfers to related parties</b>	-	-
<b>Transfers from related parties</b>		
Transfers from the Ministry/ department	324,973,944	482,594,172
Payments made on behalf of the project by other govt. entities	-	-
<b>Total Transfers from related parties</b>	<b>324,973,944</b>	<b>482,594,172</b>

**2. Contingent Liabilities**

Contingent liabilities	2022/23	2021/22
	KShs	KShs

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E511 of 2021 Magdalene Mjomba VS ICTA	91,552,170	-
<b>Total</b>	<b>91,552,170</b>	<b>-</b>

**(Details- Annex 6 Contingent liabilities register)**

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
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**18. Annexes**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
<p><b>Emphasis of the matter:</b> Slow funds absorption</p>	<p>The project was started in November 2015 and was to run for six (6) years to end in December 2021. However, as reflected under the funding summary, out of the total commitment of KShs 2,979,795,000 by IDA and the Government of Kenya, an amount of KShs 482,594,172 or 16.1% had been released to the project as at 30 June, 2022. As previously reported, due to continued underfunding, the project is unlikely to fully achieve the intended objectives.</p>	<p>The project is in progress and it will be completed on time.</p>	<p>Not resolved</p>	<p>31 December 2023</p>
<p><b>Other Matter:</b> Budgetary Control and Performance</p>	<p>The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of KShs 900,000,000 and KShs 417,505,828 or 46% of the</p>		<p>Not resolved</p>	<p>31 December 2023</p>

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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)
	<p>budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of KShs of KShs 900,000,000 and KShs 440,024,499 respectively, resulting to can under-expenditure of KShs 459,975,501 or 51% of the budget.</p> <p>The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.</p>			

  
Stanley Kamanguya, OGW  
Chief Executive Officer

  
Thomas Odhiambo, OGW  
Project Coordinator

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**  
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**Annex 2: Variance explanations - Comparative Budget and Actual amounts for Current FY**

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
<b>Receipts</b>					
Transfer from Government entities	25,000,000	25,000,000	-	100%	All the funds were received.
Proceeds from domestic and foreign grants	702,000,000	299,973,944	402,026,057	43%	The funds are requested on reimbursement basis. The Exchequer requested was still pending at the end of the financial year.
<b>Total Receipts</b>	<b>727,000,000</b>	<b>324,973,944</b>	<b>402,026,057</b>		
<b>Payments</b>					
Consultancy Services	15,000,000	12,426,472	2,573,528	83%	The works are ongoing , there was delay in receipt of funds.
Purchase of goods and services	150,000	2,433,112	-	1622%	The works are ongoing , there was delay in receipt of funds.
Rehabilitation Costs/Main Build	686,850,000	406,232,384	280,617,616	59%	The works are ongoing , there was delay in receipt of funds.

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	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
GOK Counterpart Expenses	25,000,000	39,723,088	- 14,723,088	159%	The works are ongoing , there was delay in receipt of funds.
<b>Total payments</b>	<b>727,000,000</b>	<b>460,815,056</b>	<b>266,184,944</b>		

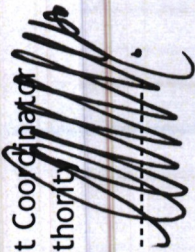
**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

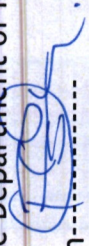
**Annex 3: Reconciliation of inter-entity transfers**

Project Name: EARTTDFP				
Break down of transfers from the State Department of ICT & Innovation				
<b>a.</b>	<b>Government Counterpart funding</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		27/01/2023	25,000,000	2022/2023 FY
		<b>Total</b>	<b>25,000,000</b>	
<b>B.</b>	<b>Direct payments</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			0	
			0	
		<b>Total</b>		
<b>C.</b>	<b>Others</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		07/12/2022	159,895,786	2022/2023 FY
		27/03/2023	140,078,158	2022/2023 FY
		<b>Total</b>	<b>299,973,944</b>	
		<b>Total (A+B+C)</b>	<b>324,973,944</b>	

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

The above amounts have been communicated to and reconciled with the State Department of ICT and Digital Economy.

Project Coordinator  
ICT Authority  
  
Sign .....

Head of Accounting Unit  
State Department of ICT and Digital Economy  
  
Sign .....

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**  
***Annual Report and Financial Statements for the financial year ended June 30, 2023***

---

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023**

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

Supplier of Goods or Services	Date Contracted/ Invoiced,	Original Amount	Amount Paid To Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
		<b>a</b>	<b>b</b>	<b>c=a-b</b>		
Supply of goods	30/06/2022	776,171.73			776,171.73	
Supply of goods	30/06/2022	1,072,656.80			1,072,656.80	
Supply of goods	10/05/2023	10,560,000	10,377,931	182,069		
Supply of goods	10/05/2023	100,624,719	98,898,584	1,726,135		Insufficient funds, paid in 2022/23 FY
<b>Sub-Total</b>		<b>113,033,547</b>	<b>109,276,515</b>	<b>1,908,204</b>	<b>1,848,829</b>	Insufficient funds, paid in 2023/24 FY
Supply of services	30/06/2023	2,531,224	-	2,531,224	776,172	
Supply of services	30/04/2023	2,120,910	-	2,120,910	1,072,657	
Supply of services	31/03/2023	2,155,224	-	2,155,224		Insufficient funds, paid in 2023/24 FY
<b>Sub-Total</b>		<b>6,807,357</b>	<b>-</b>	<b>6,807,357</b>	<b>1,848,829</b>	
<b>Grand Total</b>		<b>119,840,904</b>	<b>109,276,515</b>	<b>8,715,561</b>	<b>3,697,657</b>	

**Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**  
**Annex 5: Summary of Fixed Assets Register**

Asset class	Opening Cost KShs 2022/23	*Purchases/Additions in the Year KShs 2022/23	**Disposals in the Year KShs 2022/23	Transfers in/(out) KShs 2022/23	Closing Cost KShs 2022/23
	(a)	(b)	(c)	(d)	(e)= (a)+ (b)- (c)+(-)d
Motor Vehicles	12,141,444	-	-	-	12,141,444
<b>Total</b>	<b>12,141,444</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,141,444</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.

*Eastern Africa Regional Transport, Trade and Development Facilitation Project (EARTTDFP)  
Annual Report and Financial Statements for the financial year ended June 30, 2023*

**Annex 6: Contingent Liabilities Register**

	Nature of contingent liability	Remarks
1	E511 of 2021 Magdalene Mjomba VS ICTA	<p>ICTA filed an application to set aside a judgement entered against it on 21st July 2022 awarding damages for termination of contract to 4 Consultants engaged under the TCIP Program.</p> <p>Magdalene Mjomba- Kshs 13,912,040 less amounts already paid and taxes.</p> <p>Kwame Shiroya- Kshs 20,407,270</p> <p>Zablon Ringera- Kshs 25,446,070</p> <p>Anthony Mugambi- Kshs 31,786,790</p>

**Annex 7: Other Support Documents**

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations statement as at 30<sup>th</sup> June 2023
- iii. Board of Survey Report
- iv. Special Deposit Account reconciliation statement



**REPUBLIC OF KENYA**  
**MINISTRY OF INFORMATION, COMMUNICATIONS AND THE DIGITAL ECONOMY**

**STATE DEPARTMENT FOR ICT AND DIGITAL ECONOMY**

Telephone Nairobi 251152  
Telegrams: "Telposta", Nairobi  
Fax; 315147  
When replying please quote  
Ref. No. MIC/ICT& DE/SAGA/4

Telposta Towers  
P.O. Box 30025  
NAIROBI  
KENYA  
24<sup>th</sup> July, 2023

**Chief Executive Officer**  
**ICT AUTHORITY**  
**NAIROBI**

**RE: DISBURSEMENT OF FUNDS TO SAGAS FOR FINANCIAL YEAR 2022-2023**

The State Department for Information communication and Digital Economy wishes to confirm the amounts disbursed to you as at 30<sup>th</sup> June, 2023 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table and sign and stamp the request in the space provided and return it to this office on or before 28<sup>th</sup> July, 2023

Reference Number	Date Disbursed	Recurrent (Kshs) (A)	Development (Kshs) (B)	Inter-Minist erial (Kshs) (C)	Total (Kshs) D=(A+B+C)	Amount Received by ICT Authority as at 30 June, 2023 (Kshs) E	Differences (Kshs) F=D-E
FT222666JQ5N	23-Sep-22	46,833,333.30			46,833,333.30	Confirmed	
FT22271JYCH2	28-Sep-22	46,833,333.30			46,833,333.30	Confirmed	

FT22280D7X 5V	07-Oct- 22	45,583,326.00			45,583,326.00	Confirmed
FT22341W7 P5Y	07-Dec- 22	0.00	3,785,896.05		3,785,896.05	Confirmed
FT22341WW VKN	07-Dec- 22	0.00	159,895,785.50		159,895,785.50	Confirmed
FT23027D6 M61	27-Jan- 23	0.00	37,500,000.00		37,500,000.00	Confirmed
FT23052WL WNV	21-Feb- 23	46,416,666.65			46,416,666.65	Confirmed
FT23052K5B GL	21-Feb- 23	46,416,666.65			46,416,666.65	Confirmed
FT23052159 77	21-Feb- 23	46,416,666.65			46,416,666.65	Confirmed
FT2305238J VZ	21-Feb- 23	46,416,666.65			46,416,666.65	Confirmed
FT23082HD XDQ	23-Mar- 23	46,416,666.65			46,416,666.65	Confirmed
FT23086RCT 4Y	27-Mar- 23	0.00	11,594,720.65		11,594,720.65	Confirmed
FT23086KF6 SW	27-Mar- 23	0.00	140,078,158.00		140,078,158.00	Confirmed
FT23096RD QZF	06-Apr- 23	46,416,666.65			46,416,666.65	Confirmed
FT23122CS Q8F	02-May- 23	40,283,336.00			40,283,336.00	Confirmed
FT23160JFM 5G	09-Jun- 23	40,283,336.00			40,283,336.00	Confirmed
FT23174TW W86	23-Jun- 23	40,283,335.00			40,283,335.00	Confirmed
<b>TOTAL</b>		<b>538,599,999. 50</b>	<b>352,854,560.2 0</b>	<b>0.00</b>	<b>891,454,559.7 0</b>	<b>Confirmed</b>
<b>I confirm that the amounts shown above are correct ads of the date indicated</b>						
<b>Head of Accounts Department</b>						
Name..... <i>Machine Odera</i> .....						



**FRANCIS O. ODERA  
FOR PRINCIPAL SECRETARY**

**cc. Director General Accounting Service and Quality Assurance  
National Treasury  
NAIROBI**

(110) 27 (26)

**EAST AFRICA TRADE AND TRANSPORT FACILITATION PROJECT (ICTA)  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2023**

Credit No.: IDA LOAN CREDIT NO.5638-KE (DA-D)

Bank Account No.: 1000243791 Held with CENTRAL BANK OF KENYA

	NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by IDA		14,591,535.72
	<b>Less:</b>		
2	Total amount documented		10,591,535.72
3	<b>Outstanding amount to be documented</b>		<b>4,000,000.00</b>
	<b>Represented by:</b>		
4	Ending Special account Balance as as 30 June 2023		1,514,685.84
5	Amounts claimed but not credited as at 30 June 2023		-
6	Amounts withdrawn and not claimed		2,485,314.16
7	Service Charges (if not included in lines 5 and 6 above)		-
8	Interest earned (if included in Special Account)		-
9	<b>Total advance to Special Account Year ended 30 June 2023</b>		<b>4,000,000.00</b>

Discrepancy between total appearing on line 3 and 9

**Notes:**

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures

**The amount appearing on line 6 is eligible for financing by World Bank and shall be documented in subsequent IFRs**

*[Signature]*  
AUTHORISED REPRESENTATIVE  
RESOURCE MOBILISATION DEPARTMENT  
THE NATIONAL TREASURY

DATE: 24-08-2023

**SPECIAL ACCOUNT STATEMENT**

For period ending  
 Account No.  
 Depository Bank  
 Address  
 Related Loan  
 Credit Agreement  
 Currency  
 30th JUNE, 2023  
 1000243791  
 CENTRAL BANK OF KENYA  
 CENTRAL BANK OF KENYA  
 ICTA - A/C 'D'  
 USD

**Part A - Account Activity**

Beginning balance of 1st July, 2022  
 as per C.B.K. Ledger Account

41,381.54

**Add:**

Total Amount deposited by World Bank

3,870,885.37

Total Interest earnings if deposited in account

Total amount refunded to cover ineligible  
 expenditure

**Deduct:**

Total amount withdrawn

2,397,581.07

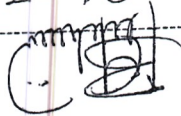
Total service charges if not included above in  
 amount withdrawn

Ending balance on 30th June, 2023

1,514,685.84

**AUTHORISED REPRESENTATIVE  
 CENTRAL BANK OF KENYA**

SIGNATURE:

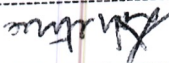


DATE

24.07.2023

**AUTHORISED REPRESENTATIVE  
 EXTERNAL RESOURCES  
 DEPARTMENT-TREASURY**

SIGNATURE:



DATE

24-08-2023

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore  
 Special Account as at 30th June, 2023 have been reconciled and a copy of the supporting  
 Reconciliation Statement is attached.

Run Date: 19/07/2023  
 CENTRAL BANK OF KENYA  
 BANKI KUL YA KENYA  
 P.O. BOX 60000-0200  
 NAIROBI

Run Time: 14:00:34

STATEMENT OF ACCOUNT PAGE NO: 1

ACCOUNT NUMBER : 1000243791

ACCOUNT TITLE : ICTA - A/C 'D'  
 30/06/2023

STATEMENT PERIOD: From 01/07/2022 To

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE
-----	------	--------------	---------	-------	----------------

NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
	OPENING BAL :			41,381.54		
1	04/10/2022	FT22277RZFRC	FUNDING	0.00	868,308.66	909690.2
2	04/11/2022	FT2230884SL8	FUNDING	0.00	2,336,667.08	3246357.28
3	15/11/2022	FT2231909V0B	PA128297	-1,312,881.07	0.00	1933476.21
4	06/03/2023	FT23065NCMXM	DFCC INWARDS	0.00	665,909.63	2599385.84
5	13/03/2023	FT23072X41H5	PA 129634	-1,084,700.00	0.00	1514685.84

CLOSING BALANCE : 1514685.84

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

[More Options](#)

Find

[Clear Selection](#)

Account equals ▼ 1000243791  
 Statement From equals ▼ 20220701  
 Statement To equals ▼ 20230630

TAM.E.STMT.OF.ACCT.EPRM

**EAST AFRICA TRADE AND TRANSPORT FACILITATION PROJECT (ICTA)  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2022**

**Credit No.: IDA LOAN CREDIT NO.5638-KE (DA-D)**

**Bank Account No.: 1000243791 Held with CENTRAL BANK OF KENYA**

		NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by IDA			10,720,650.35
	<b>Less:</b>			
2	Total amount documented			6,720,650.35
<b>3</b>	<b>Outstanding amount to be documented</b>			<b>4,000,000.00</b>
	<b>Represented by:</b>			
4	Ending Special account Balance as as 30 June 2022			41,381.54
5	Amounts claimed but not credited as at 30 June 2022			-
6	Amounts withdrawn and not claimed			<b>3,958,618.46</b>
7	Service Charges (if not included in lines 5 and 6 above)			
8	Interest earned (if included in Special Account)			-
<b>9</b>	<b>Total advance to Special Account Year ended 30 June 2022</b>			<b>4,000,000.00</b>

Discrepancy between total appearing on line 3 and 9

-

**Notes:**

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures

**The amount appearing on line 6 is eligible for financing by World Bank and shall be documented in subsequent IFRs**

**AUTHORISED REPRESENTATIVE  
RESOURCE MOBILISATION DEPARTMENT  
THE NATIONAL TREASURY**

**DATE:**

**Loan:** IDA 56380 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya |

**Project:** P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

[Loan Overview](#) | [Disbursements](#) | [History](#) | [Repayments](#) | [Amortization Schedule](#) | [Audit Submission](#) | [D](#)

[Applications](#) | [eSignatorie\(s\)](#) | [Beneficiaries](#) | [Contracts](#) | **[Designated/UN Accounts](#)** | [Category Schedule](#) |

**Designated Account Detail- DA-D**

**Account Details**

<b>Account Holder</b>	ICTA	<b>DA Currency</b>	USD
<b>Account Holder's Bank</b>	CENTRAL BANK OF KENYA HAILE SELASSIE AVENUE NAIROBI Swift: CBKEKENXXXX	<b>Current Authorized Allocation</b>	4,000,000.00
<b>Account Number</b>	XXXXXXXX91	<b>Associated Categories</b>	4 - (Gd,Wk,NCS,CS,Trg & OC Pt4 3aiv -ICTA) 9 - (Gds,Wrks,Nc,CsTr,OC pt4 ICTA)
<b>Intermediary Bank</b>	STANDARD CHARTERED BANK 1 BASINGHALL AVENUE LONDON Swift: SCBLGB2LXXX	<b>Other Financing Sources</b>	

**Transaction Details**

Currency (USD) [View Transaction List](#)

<b>Total Deposits Less Refunds</b>	14,591,535.72
<b>Documented</b>	10,591,535.72
<b>Outstanding Balance</b>	4,000,000.00
<b>Waived Documentation Amount</b>	0.00
<b>Transaction in Process</b>	0.00

**Loans with Closing Date in less than 6 months**

The Closing Date for the Loan is in 6 months.

If all withdrawal applications and supporting documentation for project expenditures are expected to be submitted to the Bank by the Closing Date, no action needed.

If all project expenditures are expected to be incurred (i.e., services rendered and goods delivered) by the Closing Date, but additional time is needed to submit withdrawal applications and/or supporting documentation to the Bank, the borrower representative should contact the Task Leader to establish a Grace Period - an additional period between the Closing Date and the Application Deadline Date during which withdrawal applications or supporting documentation for Designated Account Advances may be submitted to the Bank for eligible expenditures incurred by the Closing Date. If the Grace Period has been established, no action is required.

If some project expenditures are expected to be incurred after the Closing Date, the borrower representative should contact the Task Leader to discuss extending the Closing Date. (You may wish to contact your suppliers to ensure contracts will be completed by the Closing Date.)

To discuss disbursement arrangements, including documentation of the Designated Account, the borrower representative should contact the Finance Officer.

For further guidance, please enter your query as Feedback .

### Loans with Inactive Advances

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.

If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.

To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.

**Loan:** IDA 56380 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya |

**Project:** P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

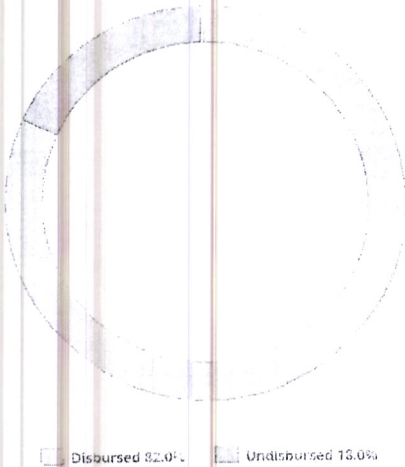
Loan Overview | Disbursements | History | Repayments | Amortization Schedule | Audit Submission |

**Important Dates**

Approval	Signing	Commitment Charges Start Date	Effective	First Repayment	Closing	Application Deadline	Last Repayment
11-Jun-2015	20-Jul-2015	18-Sep-2015	16-Nov-2015	15-Nov-2021	29-Dec-2023	29-Apr-2024	15-May-2053

Currency of Commitment : XDR

Show amounts in XDR ▼



**Loan Information (XDR)**

Signed Amount	362,500,000.00
Cancelled	0.00
Disbursed	297,177,830.83
Undisbursed	65,322,169.17
Special Commitments	0.00
Funds Available	65,322,169.17

**Funds Available (XDR)**

Withdrawal Applications	-60,828.56
Special Commitment Issuance Applications	0.00
<b>Estimated Funds Available</b>	<b>65,382,997.73</b>

Last Bill, IDA 56380, due on 15-May-2023

**Borrower:** The National Treasury and Planning

Date Payable	Currency	Amount Payable
15-May-2023	XDR	6,777,643.39

**USD Equivalents**

Original Approved Amount	500,000,000.00
Current Undisbursed	87,031,992.09
Historical Disbursed	411,321,760.06

Principal Outstanding	Total Charges	Net Commitment Fee
274,521,580.83	0.75 %	0.00 %
<b>Disbursed</b>	<b>Service Charge</b>	<b>Commitment Fee</b>
297,177,830.83	0.75 %	0.50 %
<b>Repaid</b>	<b>Waiver</b>	<b>Waiver</b>
22,656,25	0.00 %	0.00 %

0.00		Interest Waiver Status	Ineligible
Prepaid	0.00		
Regular Repayments	22,656,250.00		

### Reference Information

Lending Instrument :	IPF - Investment Project Financing		
Loan Type :	IDA - IDA Credit		
Borrower of Record :	The National Treasury and Planning		
Guarantor :	Kenya	Maturity Type :	IDA6_38
Loan Term :	38 Years	Maturity Profile :	STANDARD
Grace Period :	6 Years		

### Loans with Closing Date in less than 6 months

The Closing Date for the Loan is in 6 months.

If all withdrawal applications and supporting documentation for project expenditures are expected to be submitted to the Bank by the Closing Date, no action needed.

If all project expenditures are expected to be incurred (i.e., services rendered and goods delivered) by the Closing Date, but additional time is needed to submit withdrawal applications and/or supporting documentation to the Bank, the borrower representative should contact the Task Leader to establish a Grace Period - an additional period between the Closing Date and the Application Deadline Date during which withdrawal applications or supporting documentation for Designated Account Advances may be submitted to the Bank for eligible expenditures incurred by the Closing Date. If the Grace Period has been established, no action is required.

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To discuss disbursement arrangements, including documentation of the Designated Account, the borrower representative should contact the Finance Officer.

For further guidance, please enter your query as Feedback .

### Loans with Inactive Advances

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.

If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.

To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.

Loan: IDA 56380 (IDA - IDA Credit) | Status: Disbursing and Repaying | Country: Kenya |

Project: P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

Loan Overview | Disbursements | History | Repayments | Amortization Schedule | Audit Submission | D

Applications | eSignatorie(s) | Beneficiaries | Contracts | Designated/UN Accounts | Category Schedule |

Withdrawal Applications

Disbursement Milestone

Loan Approval Date 11-Jun-2015	Loan Signing Date 20-Jul-2015	Loan Made Effective 16-Nov-2015	Authorized Signatories Submitted to WB 09-Mar-2023	Authorized Signatories Approved 09-Mar-2023	Loan Is Ready for Disbursing Online 16-Aug-2023
-----------------------------------	----------------------------------	------------------------------------	---	--	--

Submitter Withdrawal Application

Transaction List

Showing results 1 - 10 of 621 entries

Filter by DA-D

Paid Summary Value Date Search

Borrower Reference	Application				Paid						
	Type	Status	Ccy	Amount	Category Summary	Ccy	Amount	Date received	Value Date	Logged by	Last Updated
ICTA0026	DA-D	Completed	USD	665,909.63	9	USD	665,909.63	03-Mar-2023	03-Mar-2023	Borrower	03-Mar-2023
ICTA0025	DA-D	Completed	USD	2,336,667.08	9	USD	2,336,667.08	03-Nov-2022	03-Nov-2022	Borrower	03-Nov-2022
ICTA0024B	DA-D	Completed	USD	868,308.66	9	USD	868,308.66	29-Sep-2022	03-Oct-2022	Borrower	03-Oct-2022
ICTA0023	DA-D	Completed	USD	530,475.73	4	USD	530,475.73	20-Dec-2021	20-Dec-2021	Borrower	20-Dec-2021
ICTA0022	DA-D	Completed	USD	782,405.34	4	USD	782,405.34	31-Aug-2021	31-Aug-2021	Borrower	31-Aug-2021
ICTA0021	DA-D	Completed	USD	3,213,952.97	DA-D	USD	3,213,952.97	10-Aug-2021	11-Aug-2021	Borrower	11-Aug-2021
ICTA0020	DA-D	Completed	USD	747,580.64	4	USD	747,580.64	22-Jul-2021	23-Jul-2021	Borrower	23-Jul-2021
ICTA0019	DA-D	Completed	USD	718,526.60	4	USD	718,526.60	29-Dec-2020	29-Dec-2020	Borrower	29-Dec-2020
ICTA0018	DA-D	Completed	USD	718,027.69	4	USD	718,027.69	20-Nov-2020	20-Nov-2020	Borrower	20-Nov-2020
ICTA0017	DA-D	Completed	USD	772,995.40	4	USD	772,995.40	22-Jun-2020	22-Jun-2020	Borrower	22-Jun-2020

Loans with Closing Date in less than 6 months

The Closing Date for the Loan is in 6 months.

If all withdrawal applications and supporting documentation for project expenditures are expected to be submitted to the Bank by the Closing Date, no action needed.

If all project expenditures are expected to be incurred (i.e., services rendered and goods delivered) by the Closing Date, but additional time is needed to submit withdrawal applications and/or supporting documentation to the Bank, the borrower representative should contact the Task Leader to establish a Grace Period - an additional period between the Closing Date and the Application Deadline Date during which withdrawal applications or supporting documentation for Designated Account Advances may be submitted to the Bank for eligible expenditures incurred by the Closing Date. If the Grace Period has been established, no action is required.

If some project expenditures are expected to be incurred after the Closing Date, the borrower representative should contact the Task Leader to discuss extending the Closing Date. (You may wish to contact your suppliers to ensure contracts will be completed by the Closing Date.)

To discuss disbursement arrangements, including documentation of the Designated Account, the borrower representative should contact the Finance Officer.

For further guidance, please enter your query as Feedback .

### **Loans with Inactive Advances**

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.

If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.

To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.



Loan: IDA 56380 (IDA - IDA Credit) | Status: Disbursing and Repaying | Country: Kenya |

Project: P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

Loan Overview | Disbursements | History | Repayments | Amortization Schedule | Audit Submission | Disbur

Applications | eSignatorie(s) | Beneficiaries | Contracts | Designated/UN Accounts | Category Schedule |

Withdrawal Applications

Disbursement Milestone

Loan Approval Date 11-Jun-2015	Loan Signing Date 20-Jul-2015	Loan Made Effective 16-Nov-2015	Authorized Signatories Submitted to WB 09-Mar-2023	Authorized Signatories Approved 09-Mar-2023	Loan is Ready for Disbursing Online 16-Aug-2023
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Submit Withdrawal Application

Transaction List

Showing results 1 - 10 of 618 entries

Filter by Type - All

Documented C Value Date Search

Borrower Reference	Application					Paid					
	Type	Status	Ccy	Amount	Category Summary	Ccy	Amount	Date received	Value Date	Logged by	Last Updated
EARTTDFP KRA 32	DA-C	Completed	USD	434,416.15	8	USD	434,416.15	09-Aug-2023	14-Aug-2023	Borrower	14-Aug-2023
SDOI/EARTTDFP/WA28	Direct Payment	Completed	KES	29,964,637.44	6	KES	29,964,637.44	18-Jul-2023	27-Jul-2023	Borrower	27-Jul-2023
KENHA/EARTTDFP/654A	Direct Payment	Completed	USD	914,588.57	7	USD	914,588.57	11-Jul-2023	24-Jul-2023	Borrower	24-Jul-2023
KENHA/EARTTDFP/655	Direct Payment	Completed	USD	914,588.57	7	USD	914,588.57	13-Jul-2023	24-Jul-2023	Borrower	24-Jul-2023
EARTTDFP KRA30	DA-C	Completed	USD	38,835.56	8	USD	38,835.56	18-Jul-2023	19-Jul-2023	Borrower	19-Jul-2023
KENHA/EARTTDFP/42	DA-B	Completed	USD	549,144.84	7	USD	549,144.84	18-Jul-2023	19-Jul-2023	Borrower	19-Jul-2023
KENHA/EARTTDFP/645	Direct Payment	Completed	KES	11,660,706.09	7	KES	11,660,706.09	06-Jul-2023	14-Jul-2023	Borrower	14-Jul-2023
KENHA/EARTTDFP/652	Direct Payment	Completed	KES	85,249,626.08	7	KES	85,249,626.08	06-Jul-2023	12-Jul-2023	Borrower	12-Jul-2023
KENHA/EARTTDFP/651	Direct Payment	Completed	USD	1,464,189.78	7	USD	1,464,189.78	03-Jul-2023	07-Jul-2023	Borrower	07-Jul-2023
KENHA/EARTTDFP/649	Direct Payment	Completed	KES	41,947,657.67	7	KES	41,947,657.67	22-Jun-2023	03-Jul-2023	Borrower	03-Jul-2023

Loans with Closing Date in less than 6 months

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For further guidance, please enter your query as Feedback .

### Loans with Inactive Advances

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To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.

# Bank Reconciliation Report

Statement Number: 24

Bank Number 100002  
 Bank Name Citi Bank EARTTDF Account  
 Reconciliation as at: 30/06/2023  
 Bank Account Balance as per Cash Book 2,584,516.85  
 Balance on Bank Statement 2,423,747.25  
 Difference to be explained -160,769.60  
 Difference explained by uncredited and unrepresented cheques

### UNPRESENTED CHEQUES

Posting Date	Document No	Description	Amount
TOTAL			160,769.60

### UNPRESENTED CHEQUES (CLEARED NEXT MONTH)

Posting Date	Document No	Description	Amount Entry
TOTAL			
		160,769.60	0.00
			<b>GRAND TOTAL 160,769.60</b>

Prepared By ICTA\EUNICE.MOMANYI  
 Date  
 Signature

Checked By ICTA\MACLINE.ONYIEGO  
 Date  
 Signature

Approved By  
 Date  
 Signature

RECEIVED  
FEB 19 1960