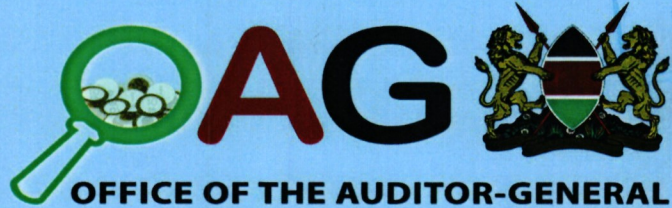


REPUBLIC OF KENYA



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REPORT NATIONAL ASSEMBLY

DATE: 31 MAY 2022 DAY: TUESDAY

TABLED BY: OF	Majority whip, Hon. E. Wangwe, MP
CLERK AT THE TABLE:	Gertrude Chebet.

THE AUDITOR-GENERAL

ON

DEVELOPMENT REVENUE STATEMENTS

**FOR THE YEAR ENDED
30 JUNE, 2021**

THE NATIONAL TREASURY



THE NATIONAL TREASURY

DEVELOPMENT REVENUE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

**THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

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**THE NATIONAL TREASURY
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II. THE NATIONAL TREASURY INFORMATION AND MANAGEMENT

(a) Background Information

The National Treasury was established via the Executive Order No. 2 of May 2013. The basis for establishment of the National Treasury is found in Article 225 (i) of the Constitution of Kenya which states that an Act of Parliament shall provide for the establishment, functions and responsibilities of the National Treasury. This has been actualized in Section 11 and 12 of the Public Finance Management (PFM) Act 2012.

At Cabinet level, the National Treasury is represented by the Cabinet Secretary for National Treasury and Planning, who is responsible for the general policy and strategic direction of the Ministry with the assistance of the Chief Administrative Secretary.

Vision

“Excellence in economic and public financial management, and development planning”

Mission

“To provide leadership in economic and public financial management, and development planning for shared growth through formulation, implementation and monitoring of economic, financial and development policies”

Core Values

The National Treasury is committed to providing quality services to all and is guided by the following core values: Customer Focus, Results Oriented, Stakeholder Participation, Professionalism, Accountability, Integrity and Transparency and Teamwork.

Mandate of the National Treasury

The National Treasury derives its mandate from Article 225 of the Constitution, Public Finance Management Act 2012 and the Executive Orders No.2/2013 and No.1/2018. The National Treasury will be executing its mandate in consistency with any other legislation as may be developed or reviewed by Parliament from time to time.

The core functions of the National Treasury as derived from the above legal provisions include;

- Formulate, implement and monitor macro-economic policies involving expenditure and revenue;
- Manage the level and composition of national public debt, national guarantees and other financial obligations of national government;
- Formulate, evaluate and promote economic and financial policies that facilitate social and economic development in conjunction with other national government entities;
- Mobilize domestic and external resources for financing national and county government budgetary requirements;

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- Design and prescribe an efficient financial management system for the national and county governments to ensure transparent financial management and standard financial reporting.
- In consultation with the Accounting Standards Board, ensure that uniform accounting standards are applied by the national government and its entities;
- Develop policy for the establishment, management, operation and winding up of public funds;
- Prepare the annual Division of Revenue Bill and the County Allocation of Revenue Bill;
- Strengthen financial and fiscal relations between the national government and county governments and encourage support for county governments
- Assist county governments to develop their capacity for efficient, effective and transparent financial management; and
- To prepare the National Budget, execute/implement and control approved budgetary resources to MDAs and other Government agencies/entities.

Role of the National Treasury in the Devolved System of Government

The National Treasury is mandated by law to:

- Strengthen financial and fiscal relations between the National Government and County Governments and support for county governments in performing their functions;
- Issue guidelines on the preparation of county development planning;
- Prepare the annual legislative proposals on intergovernmental fiscal transfers;
- Provide logistical support to intergovernmental institutions overseeing intergovernmental fiscal relations;
- Coordinate the development and implementation of financial recovery plans for County Governments that are in financial distress;
- Build capacity of County Governments on public finance management matters for efficient, effective and transparent financial management as well as planning, monitoring and evaluation and;
- Administer the Equalization Fund.

(b) Key Entity Information and Management

The National Treasury day-to-day management is under the following key offices;

Office of the Principal Secretary

This office of the Principal Secretary is responsible for the day-to-day administration of the National Treasury operations. In addition, the Principal Secretary is charged with the responsibility of providing advice to the Cabinet Secretary in order to enhance efficiency and collective responsibility.

Organizational Structure of the National Treasury

The National Treasury is organized into four (5) technical Directorates headed by Directors General and (1) Administrative and Support Services Directorate headed by a Principal Administrative Secretary. Each Director General is responsible for a Directorate comprising a

**THE NATIONAL TREASURY
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cluster of Departments responsible for related policy functions. The Directorates and Departments are as follows:

Directorate of Budget, Fiscal and Economic Affairs

The Directorate is headed by a Director General, reporting to the Principal Secretary, National Treasury. It is organized into the following five (5) Technical Departments each headed by a Director:

- Budget Department;
- Macro and Fiscal Affairs Department
- Financial and Sectoral Affairs Department;
- Inter-Governmental Fiscal Relations Department

Directorate of Accounting Services and Quality Assurance

The Directorate is headed by a Director General reporting to the Principal Secretary, National Treasury. It is organized into the following four (4) Technical Departments each headed by a Director:

- Government Accounting Services;
- Internal Audit Services Department;
- Financial Management Information Systems (FMIS)
- National Sub-County Treasuries.
- Government Digital Payments Unit.

Directorate of Portfolio Management

The Directorate is headed by a Director General, reporting to the Principal Secretary. It is organized into the following four (4) Technical Departments each headed by a Director:

- Government Investment and Public Enterprises;
- National Assets and Liabilities Management;
- Pensions Department.
- Public Investment Management Unit

Directorate of Public Debt Management Office

The Directorate is headed by a Director General, reporting to the Principal Secretary. It is organized into the following three (3) Technical Departments each headed by a Director:

- Resource Mobilization (Front Office);
- Debt Policy, Strategy and Risk Management (Middle Office);
- Debt Recording and Settlement (Back Office).

Directorate of Public Private Partnership Unit

The Directorate is headed by a Director General, reporting to the Principal Secretary on matters relating to Public Private Partnership.

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Directorate of Administrative and Support Services (Common Shared Services)

The Directorate is headed by a Principal Administrative Secretary, reporting to the Principal Secretary. It is organized into twelve (12) specialized functions offering common shared services. The common shared services of the National Treasury consist of functions that are not core to the National Treasury but offer critical support services to the National Treasury.

The functions include:

- Accounting,
- Finance,
- Human Resource Management and Development,
- Central Planning and Project Monitoring,
- Supply Chain Management,
- Legal,
- Public Communications,
- General Administration,
- Records Management;
- Internal Audit;
- ICT
- Government Clearing Agency

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2020 and who had direct fiduciary responsibility were:

S/No.	Designation	Name
1.	Principal Secretary	Dr. Julius Muia, PhD, CBS
2.	Principal Administrative Secretary	Mr. Amos Gathecha, EBS
3.	Director General, BFEA	Mr. Albert Mwenda, HSC
4.	Director General, Accounting Services	Mr. Bernard Ndung'u, MBS
5.	Director General, PIPM	Eng. Stanley Kamau
6.	Director General, PDMO	Dr. Haron Sirma, OGW
7.	Director General, PPP	Mr. Christopher Kirigua, OGW
8.	Director, Macro and Fiscal Affairs Department	Mr. Musa Gathanje
9.	Director, Budget Department	Mr. Francis Anyona, OGW
10.	Director, Financial and Sectoral Affairs Department	Prof. Galgalo Barako
11.	Director, Public Procurement Department	Mr. Eric Korir
12.	Director, Intergovernmental Fiscal Relations Department	Mr. Albert Mwenda, HSC
13.	Deputy Internal Auditor General	Ms. Jane Micheni
14.	Director, Government Accounting Services Department	Mr. Jonah Wala

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15.	Ag Director, National Sub County Treasuries	Mr. Francis Kariuki
16.	Director, Financial Management Information System	Mr. Stanley Kamanguya
17.	Director, Public Private Partnership Unit	Mrs. Veronica Okoth
18.	Director, National Assets and Liability Management	Mrs. Beatrice Gathirwa
19.	Director, Government Investment and Public Enterprises	Mr. Kennedy Ondieki
20.	Director, Pensions Department	Mr. Michel Kagika, EBS
21.	Director, Resource Mobilization Department	Mr. Moses Kanagi
22.	Director, Debt Policy, Strategy and Risk Management Department	Mr. Daniel Ndolo
23.	Director, Debt Recording and Settlement Department	Mr. George Kariuki
24.	Secretary Administration	Mr. Hiram Kahiro
25.	Head, Accounts Division	Mr. Nemwel Motanya
26.	Head, Finance	Mr. Kimathi Mugambi, HSC
27.	Head, SCM	Mr. Aggrey kituyi
28.	Head, Internal Audit Unit	Mr. Esther Ngeru
29.	Director, Human Resource Management and Development	Ms. Susan Mucheru
30.	Director, Information Communication and Technology	Mrs. Lynn Nyongesa
31.	Head, Central Planning and Project Monitoring Unit	Mr. Antony Muriu, HSC
32.	Head, Public Communications	Ms. Catherine Njoroge
33.	Programme Coordinator, Public Financial Management Reform Secretariat	Mr. Julius Mutua
34.	Director, Government Clearing Agency	Mr. Felix Ateng

(d) Fiduciary Oversight Arrangements

To manage the fiduciary risk, the National Treasury has put in place fiduciary oversight arrangements including setting up committees. The key oversight arrangements include:

Internal Audit Unit

The National Treasury has an internal Audit Unit charged with the responsibility of identifying risks in the management and day to day operations of the Ministry through the risk-based audits. The Unit reports directly to the accounting officer on a regular basis.

Audit Committees

In line with the Public Finance Management Act, the National Treasury has established a Ministerial Audit Committee comprising five members, three of whom are independent. The Committee provides overall oversight and quality assurance including follow up on the effectiveness of implementation of audit recommendations.

Further, the National Treasury established an audit committee comprising officers from all departments of the Ministry, under the chairmanship of the Senior Chief Finance Officer. The Committee reviews and analyses all audit queries and makes recommendations on how to reduce fiduciary risks. In addition, the committee prepares responses to all audit queries for presentation to the relevant committees of parliament.

Project Implementation Committee

To monitor the implementation of the Government's Infrastructure Projects, the National Treasury has established a Project Steering Committee comprising Principal Secretaries from implementing Ministries and appointed a technical committee comprising officers from the technical departments of the Ministry. The Committees review and analyse the progress made by ministries in the implementation of domestically and externally funded projects and advises accordingly.

Parliamentary Activities

In order to effectively manage the parliamentary activities relating to the Ministry, the National Treasury has established a committee and designated a liaison officer to coordinate the activities under the Office of the Cabinet Secretary in consultation with the Office of the Chief Administrative Secretary.

Development Partner Oversight

To effectively manage Official Development Assistance to the Government, the National Treasury has under the Public Debt Management a department responsible for all matters relating to Development Partners. The Department has various Units that coordinate different development partner activities in the Country.

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Other fiduciary oversight arrangements include the following committees with specific objectives;

Top Management and Senior Management Committees

To monitor the implementation of the Ministry's programmes and performance, the National Treasury has appointed Top Management and Senior Management Committees comprising of Directors General and Heads of Departments respectively. The Committees receive reports from departments, build consensus on National Treasury responses to emerging issues, challenges and risks and ensures that the decisions made are implemented in a timely manner.

Public Financial Management Sector Working Group

To facilitate the implementation of financial management reforms, the National Treasury has appointed senior officers to the Public Financial Management Sector Working Group. The Committee plays an oversight role in the implementation of financial reforms in the public service in collaboration with the development partners.

Budget Implementation Steering Committee

In order to effectively monitor the implementation of the National Government budget implementation, The National Treasury has established a steering Committee Chaired by the Cabinet Secretary, National Treasury and Planning. The Principal Secretaries for the National Treasury and State Department of Planning provide general oversight in the Budget implementation.

Budget Implementation Technical Committee

The Committee is chaired by the Principal Administrative Secretary and comprises the Directors General and various Heads of Department. The Committee is responsible for monitoring the actual implementation of the identified measures and programmes and reporting detailed progress on the same regularly.

Budget Implementation Ministerial Committee

To monitor the implementation of the Ministry's budget, programmes and activities, the National Treasury has appointed a committee comprising of officers from all the Departments of the Ministry. The Committee reviews and analyses the progress made by Departments in the implementation of budget and the planned programmes and activities and advises the management accordingly.

Monitoring and Evaluation

The Ministry undertakes monitoring and evaluation exercises to establish progress made in the implementation of various programmes and projects including those that are funded by the development partners.

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(e) The National Treasury Headquarters

P.O. Box 30007- 00100,
Treasury Building,
Harambee, Avenue
Nairobi Kenya

The National Treasury Contacts

Telephone: (254)020-2252299
Email: info@treasury.go.ke
Website: www.treasury.go.ke

(f) The National Treasury Bankers

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

(g) Independent Auditors

Auditor-General
Anniversary Towers, University Way
P.O Box 30084
GPO 00100
Nairobi, Kenya

(h) Principal Legal Adviser

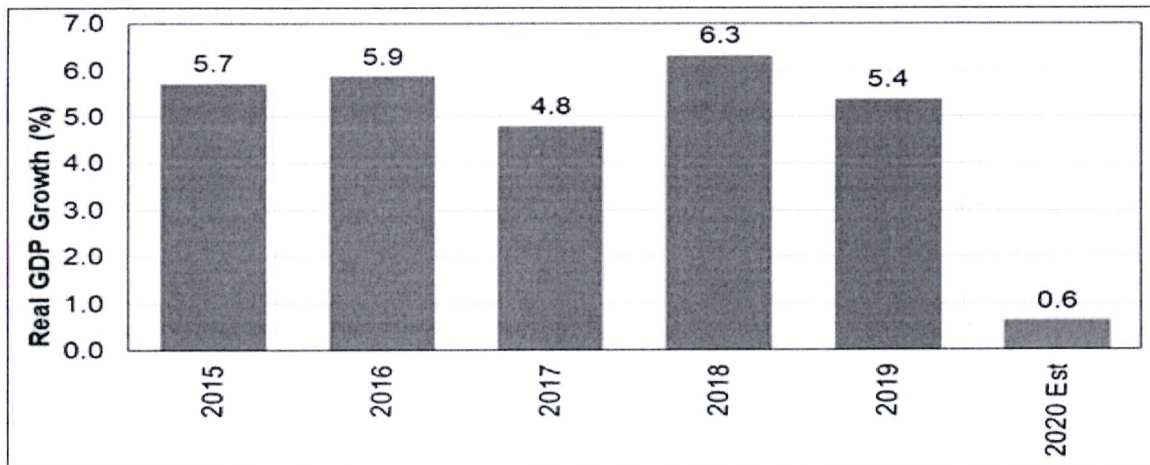
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

III. FORWARD BY THE CABINET SECRETARY

In accordance with Section 12 of the Public Finance Management Act, 2012, the National Treasury is responsible for coordinating the country's economic and financial management. Overall, the National Treasury has continued to maintain a policy environment that is conducive to economic growth and development of the country.

Economic growth in the first three quarters of 2020 contracted by an average of 0.4% compared to a growth of 3.6 percent in the corresponding period of 2019. In 2020, the Kenyan economy was adversely affected by the outbreak of Covid-19 Pandemic and the swift containment measures, which disrupted and scaled down economic activities within the country and in most of the country's major trading partners. Additionally, Kenya faced two other shocks: the invasion of swarms of desert locusts that damaged crops and occurrence of floods following receipt of more than normal rainfall in May 2020. As a result, growth in 2020 is estimated to have contracted by 0.6 percent from a growth of 5.4 percent in 2019 (figure 1).

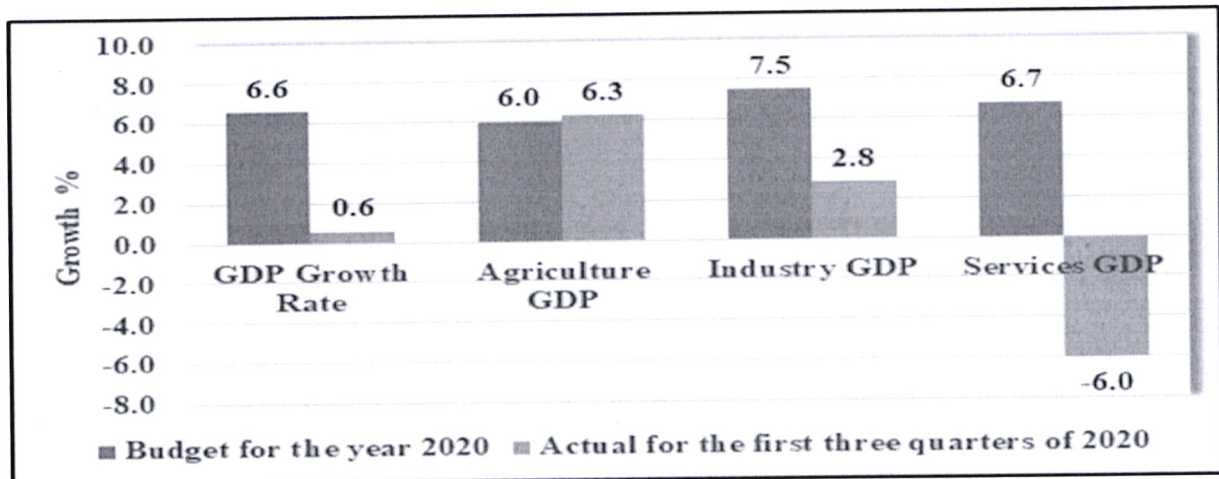
Figure 1: Annual Real GDP Growth rates (Percent)



The agriculture sector recorded an improved average growth of 6.4 percent in the first three quarters of 2020 compared to a growth of 3.6 percent in the corresponding period of 2019. The non-agriculture (service and industry) sectors were adversely affected by the Covid-19 pandemic. As a result, the sectors contracted by an average of 2.1 percent in the first three quarters of 2020 down from an average growth of 6.1 percent in a similar period in 2019. (Figure 2).

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Figure 2: Annual Percentage Economic Growth Rates in 2020/21



Data Source: Quarterly Economic and Budgetary Review (QEBR), MTP III

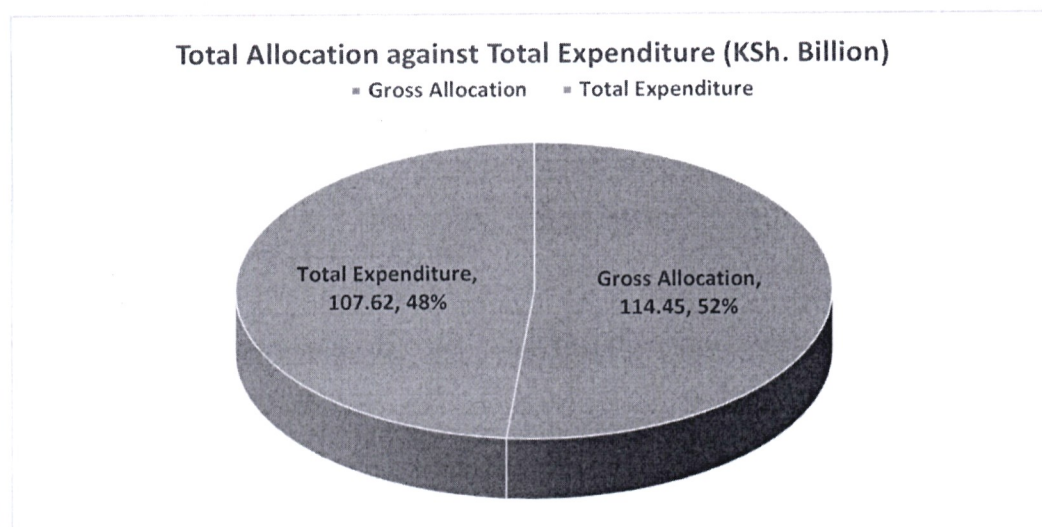
Additionally, the economic slowdown in fourth quarter was aggravated by contraction in Accommodation and Food Service activities to negative 6 per cent from 6.7 per cent on account of Corona Virus containment measures instituted in our major tourist source markets.

Despite the difficult circumstances faced last year, the country was able to preserve macroeconomic stability with inflation, interest rates and exchange rates remaining largely stable. Leading economic indicators for the fourth quarter of 2020 and the first quarter of 2021 point to strong recovery from the adverse impact of the COVID-19 pandemic.

Budget performance

In terms of budget performance, the National Treasury expenditure stood at **Kshs.107.6 Billion** against an approved budget of **Kshs.114.5 Billion** translating to an overall absorption rate of 94% as demonstrated in that pie chart below:

Figure 3: Total Allocation against Total Expenditure (Kshs. Billion)



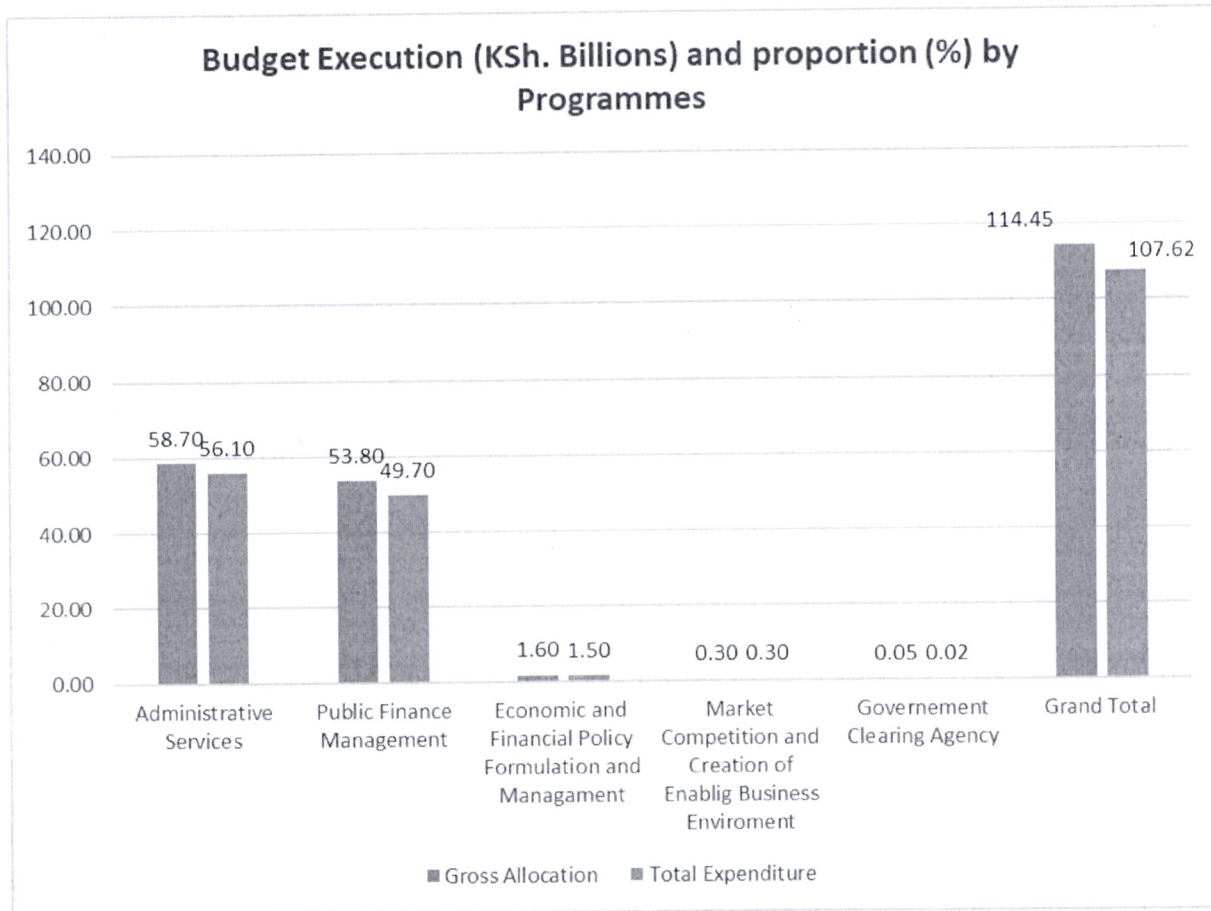
The
National
Treasury

implemented the 2020/21 budget within five economic classifications/programmes. These were General Administration, Planning and Support Services, Public Financial Management, Economic and Financial Policy Formulation and Management, Market Competition and Creation of an Enabling Business Environment, and Government Clearing Agency. As demonstrated in the bar chart below, the Market Competition Programme had the highest absorption at 100% followed by General Administration 96%, Economic and Financial Policy Formulation and Management 94%, and Public Financial Management Programme at 82% while Government Clearing Agency at 30%.

Figure 3: Budget Execution (KSh. Billions) and proportion (%) by Programmes

The 100% absorption rate in Market Competition and Creation of an Enabling Business Environment programme is attributed to transfers to Semi Autonomous Government Agencies (SAGAs) under the National Treasury which implemented this programme.

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The Public Service Superannuation Scheme commenced on 1st January 2021, with the Board of Trustees having been constituted in line with the provisions of the Act that established the scheme. The scheme covers all employees below the age of 45 years of the Public Service Commission, the Teachers Service Commission and the National Police Service. This will be the largest pension fund in the country and will generate growth of capital markets and bring growth in unlocking value in real estate.

The Performance Contract Evaluation report for all Ministries, State Corporations and Tertiary Institutions released in May 2021 ranked the National Treasury and Planning as the best performing Ministry for Fiscal year 2020/2021.

Other key achievements during the period under review are as follows;

- i. Mobilization of external resources amounting to **Kshs.622 billion** for projects and Kshs.423 billion for budget support to meet the budget deficit equivalent to 40.3% of the fiscal gap;
- ii. Facilitated the National Police Service by leasing 3,400 vehicles towards enhancing security;
- iii. Developed two Public Private Partnership (PPP) Projects Standardized Transactional Templates.
- iv. Developed Government Investment Management Information System (GIMIS);

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- v. Conducted 245 value for money (VfM) audits;
- vi. Trained 1,273 Public Finance Management (PFM) users on financial reporting on IFMIS system;

The emerging issues that have impacted the operations of the National Treasury include;

- Covid-19 Pandemic and the containment measures led to depressed business environment hence pushing many enterprises and business to scale down operations. This negatively impacted revenue performance, thus exacerbating the pressure for resource at the Ministry level, the containment measures included but not limited to work shift plans and restriction of movements. These constrained the implementation of planned activities for the National Treasury.
- Re-allocation of resources to finance Covid-19 related expenditures thus affecting implementation of some programmes and projects.
- Leveraging on ICT innovations in the delivery of services to the citizenry.
- Change in Government Policies that led to adjustment in the implementation of planned programmes and projects.

Challenges

Some of the challenges the National Treasury faced while implementing the 2020/21 budget include:-

- Resource Constraint
- The rationalization of the budget, occasioned by underperformance of revenue collection and emerging government priorities affected the implementation of programmes on training, hospitality, transfer of conditional grants to County Governments and to semi-autonomous Agencies (SAGAs). The underperformance in revenue also caused delays in disbursement of funds by the National Treasury to MDAs. The underperformance of county governments own source revenue led to overreliance on transfers from the National Government occasioning more pressure on the exchequer.
- Shortage of Key Technical Staff
- The National Treasury experienced staff shortage across all cadres. This is attributed to natural attrition and departure of staff to the county governments and other constitutional bodies. The planned recruitment and promotion of staff by the appointing authorities has been slow hence affecting service delivery and succession management initiatives.
- Shortage of office space especially for key technical staff.
- Lack of a Project Implementation, Monitoring and Evaluation framework.

To amount the above challenges and ensure successful implementation of the National Treasury goals and objectives, the Ministry undertook the following: -

- Continued to implement borrowing policy that provides for domestic borrowing to plug the financing gap created by non-performing revenue,
- Undertook expenditure reduction strategies such as austerity measures and relevant re-prioritization of projects funding to those with greatest impact.


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- Continued to implement succession planning towards progressively filling in staff shortage, continued training and timely promotions.
- Engaged other developments partners for concessional loans and grants as well as pursued strategies to finance government projects.

Recommendations

- Increasing allocation to the sub-Sector to facilitate effective mobilization of resources to finance public expenditure particularly towards facilitation and implementation of post COVID-19 recovery programmes and strategies
- Reforms in Public Financial Management shall be sustained to enable the National Treasury to mobilize adequate financial resources and enhance absorption capacity;
- Sustained implementation of succession planning, especially with respect to recruitment of key technical staff;
- Strengthening Monitoring and Evaluation Framework and capacity.
- Leveraging on the use of ICT in the face of COVID 19 containment measures to ensure timely delivery of targets and through acquisition of modern communication equipment and systems.
- Enhancing working environment and refurbishment of offices to provide accommodation of staff.
- Prioritization of ongoing projects and fast tracking to ensure timely completion

Going forward, the National Treasury will implement a risk management strategy that will identify, monitor and control risks associated to its activities. This will include government investments and cash flows, its banking, money markets and capital market transactions as well as borrowing.



HON. (AMB.) UKUR YATANI, EGH

CABINET SECRETARY/NATIONAL TREASURY & PLANNING

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IV. STATEMENT OF RECEIVER OF REVENUE'S RESPONSIBILITIES

Section 82 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, a receiver of revenue shall prepare an account of the revenue received and collected by that receiver during that financial year.


The Principal Secretary in charge of The National Treasury is responsible for the preparation and presentation of The National Treasury Receiver of Revenue Account, which gives a true and fair view of the state of affairs of The National Treasury Receiver of Revenue Account for and as at the end of the financial year (period) ended on June 30, 2020. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the *entity*; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Principal Secretary in charge of The National Treasury accepts responsibility for The National Treasury's Receiver of Revenue Accounts, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS) and relevant legal framework of the Government of Kenya. The Principal Secretary is of the opinion that The National Treasury's Receiver of Revenue Account gives a true and fair view of the state of The National Treasury's Receiver of Revenue transactions during the financial year ended June 30, 2021 and of The National Treasury's financial position as at that date. The Principal Secretary in charge of The National Treasury further confirms the completeness of the accounting records maintained for The National Treasury's Receiver of Revenue, which have been relied upon in the preparation of The National Treasury's Receiver of Revenue Account as well as the adequacy of the systems of internal financial control.

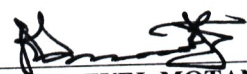
The Principal Secretary in charge of The National Treasury confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Principal Secretary confirms that The National Treasury's Receiver of Revenue Accounts have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the Development Revenue Financial Statements

The Development Revenue Financial Statements were approved and signed by the Principal Secretary on 28th Feb. 2022.



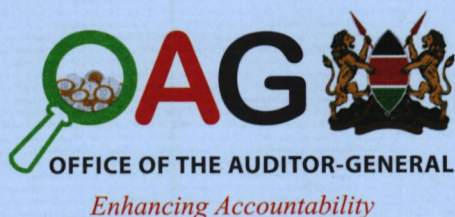
JULIUS M. MUIA, PhD, EBS
RECEIVER OF REVENUE



NEMWEL MOTANYA
ICPAK MEMBER NO.2367
HEAD OF ACCOUNTING UNIT

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON DEVELOPMENT REVENUE STATEMENTS FOR THE YEAR ENDED 30 JUNE, 2021 – THE NATIONAL TREASURY

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal control, 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 REVENUE STATEMENTS

Opinion

I have audited the accompanying revenue statements of Development Revenue for The National Treasury set out on pages 1 to 21, which comprise the statement of financial

assets and liabilities and statement of arrears of revenue as at 30 June, 2021, and the statement of receipts and disbursements, the statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the revenue statements present fairly, in all material respects, the revenue performance of the Development Revenue of The National Treasury for the year ended 30 June, 2021, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012.

Basis of Opinion

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

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final revenue budget and actual on comparable basis of Kshs.104,620,168,896 and Kshs.86,841,732,043 respectively resulting to under performance of Kshs.17,778,436,853 or 17% of the budget. Management has attributed the under collection to the Covid -19 pandemic and the resultant restrictions which hampered implementation of various projects that had been budgeted for. Management also attributed the under collection on the delay in documentation by the county governments. The underfunding of the planned development activities 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, I confirm that nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for conclusion

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

In preparing the revenue statements, Management is responsible for assessing The National Treasury's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Receiver of Revenue or to cease operations.

Management is also responsible for the submission of the revenue 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 revenue statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the revenue statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the Receiver of Revenue 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 overall 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 revenue 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 the revenue statements.

In addition to the audit of the revenue 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 revenue 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 revenue statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the revenue statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the revenue 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 ability of The National Treasury 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 revenue 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 National Treasury to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the revenue statements, including the disclosures, and whether the revenue 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 Receiver of Revenue to express an opinion on the revenue statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships

and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL


Nairobi

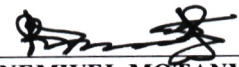
02 March, 2022

VI. STATEMENT OF RECEIPTS AND DISBURSEMENTS

	Note	2020/2021	2019/2020
		Kshs	Kshs
NON -TAX RECEIPTS			
Proceeds from foreign borrowings	1	75,556,680,338	47,694,088,578
Proceeds from foreign grants	2	11,285,051,705	9,583,695,840
TOTAL NON -TAX RECEIPTS		86,841,732,043	57,277,784,419
DISBURSEMENTS TO EXCHEQUER ACCOUNT			
Proceeds from foreign borrowings	3	75,556,680,338	47,694,088,578
Proceeds from foreign grants	4	11,285,051,705	9,583,695,840
		86,841,732,043	57,277,784,419
BALANCE BROUGHT FORWARD		94,104	94,104
PRIOR YEAR ADJUSTMENT	5	(94,104)	0
BALANCE CARRIED FORWARD		0	94,104

The accounting policies and explanatory notes to these revenue statements form an integral part of the revenue statements. These Development Revenue Financial Statements were approved on 28th Feb. 2022 and signed by:



 JULIUS M. MUIA, PhD, EBS
 RECEIVER OF REVENUE


 NEMWEL MOTANYA
 ICPAK MEMBER NO.2367
 HEAD OF ACCOUNTING UNIT

THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

VII. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30 JUNE 2021

	Note	2020/2021	2019/2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances		0	94,104
TOTAL FINANCIAL ASSETS		0	94,104
TOTAL FINANCIAL ASSETS			
FINANCIAL LIABILITIES			
Balance Brought Forward		94,104	94,104
Prior Year Adjustment	5	(94,104)	0
TOTAL FINANCIAL LIABILITIES		0	94,104

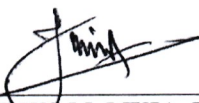

JULIUS M. MUIA, PhD, EBS
RECEIVER OF REVENUE

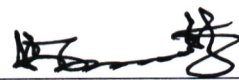

NEMWEL MOTANYA
ICPAK MEMBER NO.2367
HEAD OF ACCOUNTING UNIT

THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

VIII. STATEMENT OF ARREARS OF REVENUE AS AT 30 JUNE 2021

Classification of Receipts	Balance as at 1 st July 2020	Arrears received during the year	Additions in arrears for the current year to June 30, 2021	Total arrears as at 30 June 2020	Measure s taken to recover the arrears	Assessment to the recoverability of arrears
Tax Receipts						
Loan Revenue	-	-	-	-	-	-
Grant Revenue	-	-	-	-	-	-
Total arrears	=	=	=	=	=	=


JULIUS M. MUIA, PhD, EBS
RECEIVER OF REVENUE


NEMWEL MOTANYA
ICPAK MEMBER NO.2367
HEAD OF ACCOUNTING UNIT

**THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

IX. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

**THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

X. SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies adopted in the preparation of these revenue statements are set out below:

1. Statement of Compliance and Basis of Preparation

The revenue statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and relevant legal framework of the Government of Kenya. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the National Treasury. The accounting policies adopted have been consistently applied to all the years presented.

The revenue statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the National Treasury.

2. Recognition of Receipts

The National Treasury recognises all receipts from the various sources when the related cash has been received by the National Treasury

3. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the revenue statements. The revenue budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the revenue's actual performance against the comparable budget for the financial year under review has been included in these revenue statements.

4. 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.

5. Revenue in Arrears

This relates to revenue earned and is yet to be received or collected by the receiver of revenue. These arrears are disclosed under the statement of arrears as required under the PFM Act, 2012 which is a memorandum statement.

**THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Disbursements to the Exchequer

The Receiver of Revenue has a (daily, weekly, monthly) arrangement for sweeping of funds from its bank account to the Exchequer account. Total disbursements to the exchequer are as a result of the sweeping arrangement during the year.

7. Comparative Figures

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

8. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the revenue statements for the year ended June 30, 2021

XI. NOTES TO THE FINANCIAL STATEMENTS

1. PROCEEDS FROM FOREIGN BORROWINGS

Description	Original Estimates	Revised Estimates	Actual	% Realized
International Development Association (IDA)	67,551,040,795	68,051,822,564	58,560,516,214	86%
Government of France (AFD-FRANCE)	4,454,506,797	5,925,579,180	4,434,217,921	75%
European Investment Bank (EIB)	3,500,000,000	7,251,461,578	7,201,461,578	99%
International Fund for Agricultural Dev (IFAD)	3,123,000,000	2,271,000,000	1,453,658,057	64%
African Development Fund (ADB/ADF)	1,354,714,914	3,303,714,914	2,919,370,938	88%
Government of Germany (KfW-GERMANY)	1,288,000,000	1,128,000,000	900,645,540	80%
Government of Japan (JAPAN)	50,000,000	385,000,000	86,810,090	23%
Total Proceeds from foreign borrowings	81,321,262,506	88,316,578,236	75,556,680,338	77%

Commentary on Actual Revenue against the Revised Estimates.

It is noted that the performance of projects is the responsibility of the implementing MDAs to ensure that budgets that they request for are utilized as presented during the budgeting process in the period under review. Below is an explanation that relates to the projects whose disbursements were below expectation.

- a. **International Development Association (IDA): 86%** - IDA or World Bank has the majority of projects/programs that total 47 and are implemented by various MDAs. Of these, the projects/programs, those with **NIL** disbursement are Kenya Informal Settlements Phase I and II under State Department for Housing Development; Kenya COVID-19 Emergency Response Project under Ministry of Health; Kenya Secondary Education Quality Improvement Project under Teacher's Service Commission; North Eastern Transport Improvement Project under State Department of Infrastructure; Kenya Social & Economic Inclusion Project under State Departments of the ASAL; and East Africa Skills Transformation & Regional Integration Project under Ministry of Energy. The Projects that disbursed below 70% include Eastern Africa Transport Trade and Development Facilitation implemented by the National Treasury (KRA), State Departments of ICT and Infrastructure; Eastern Electricity Highway Project by Ministry of Energy, Infrastructure Finance & Public Private Partnership under the National Treasury; Kenya Aviation Modernization Project under State Department of Transport, Kenya Coastal Water Security & Climate Resilience Project under Ministry of Water; Kenya Industry and Entrepreneurship Project; Horn of Africa under State Departments of Interior (NTSA), Infrastructure and Transport.
- b. **Government of France (AFD - France): 75%** - Two projects under this DP namely Improving of Drinking Water & Sanitation System in Mombasa Project under Ministry of Water with a budget of Kshs.260 million and GESDECK COVID-19 Emergency Support Project under

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DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

Ministry of Health with a budget of Kshs. 875 million had NIL disbursement. GESDECK Project is a Budget Support Project and hence should in future be budgeted for appropriately.

- c. **European Investment Bank (EIB): 99%** - The Project under this DP namely Olkaria I and IV Project (Kengen) under State Department of Energy disbursed 100%
- d. **International Fund for Agricultural Development (IFAD): 64%** - Projects under this DP disbursed above board with the exception of Aquaculture Business Development Programme under State Department of Fisheries that disbursed 22% with an undisbursed budget of Kshs.777 million.
- e. **African Development Fund (ADB/ADF): 88%** - Three projects under the Fund namely East Africa Centres of Excellence for Skills and Tertiary under Ministry of Health; Multinational Lake Victoria Maritime Communion and Transport under State Department of Shipping and Maritime and Last Mile Connectivity (Phase II) under Ministry of Energy; and Nairobi Rivers Basin Rehabilitation & Restoration Sewerage Improvement under Ministry of Water had **NIL** disbursement; while Drought Resilience & Sustainable Livelihood in Horn of Africa under State Department under State Department for Crop Development and Thake Multi-Purpose Water development Program Phase I disbursed at 3% and 55% respectively. Some of the challenges for low disbursement include unresolved audit issues prohibiting receipt of funds as seen with Drought Resilience; unresolved project implementation challenges for Multinational Lake Victoria Maritime and East Africa Centres of Excellence, and failure of the Fund to honour replenishment request for Last Mile II that was earmarked for capacity building due to COVID-19 challenges
- f. **Government of Germany (KFW-Germany): 80%** - The absorption percentage was affected by Roads 2000 Maintenance Project under the State Department of Infrastructure NIL disbursement to an allocated budget of Kshs.200 million.
- g. **Government of Japan (Japan): 23%** - The budget of Kshs.385,000.00 relates to Olkaria Lessos Kismu Power Lines Construction. The under-performance of 23% is attributed to

The above Development Revenue Statement was approved on 28th Feb. 2022 and signed by:



JULIUS M. MUJA, PhD, EBS
RECEIVER OF REVENUE



NEMWEL MOTANYA
ICPAK MEMBER NO.2367
HEAD OF ACCOUNTING UNIT

THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. PROCEEDS FROM FOREIGN GRANTS

Description	Original Estimates	Revised Estimates	Actual	% Realized
International Development Association	3,231,316,545	4,482,141,017	2,697,715,317	60%
Global Fund	2,582,976,050	3,242,601,967	2,706,450,320	83%
Government of Denmark	1,443,000,000	1,491,673,319	1,670,884,871	112%
European Development Fund	1,356,227,082	2,439,727,082	1,310,520,199	54%
International Fund for Agricultural Development	1,117,000,000	1,024,503,400	998,440,601	97%
Government of Germany	962,000,000	662,000,000	0	0%
Government of Sweden	859,200,000	1,101,731,832	774,546,835	70%
Government of Finland	310,000,000	80,000,000	0	0%
African Development Fund (ADB/ADF)	198,852,118	267,314,259	183,752,841	69%
United Nations Fund for Population Activities	159,290,416	136,039,706	47,061,249	35%
Government of Japan	158,000,000	0	0	0%
United Nations Development Prog	117,000,000	341,020,000	144,316,462	42%
United Nations Environmental Programme	66,090,900	71,119,369	45,333,526	64%
Alliance For a Green Revolution In Africa	63,000,000	63,000,000	61,788,150	98%
World Food Programme (WFP)	55,690,786	74,474,480	27,870,366	37%
Government of Netherlands	50,000,000	50,000,000	16,145,847	32%
Government of France	38,000,000	248,000,000	247,417,330	100%
UN International Children Education Fund (UNICEF)	13,434,280	44,175,000	25,360,316	57%
Government of Italy	0	101,369,229	48,000,000	47%
Government of China	-	5,000,000	-	0%
Government of the United States of America	0	3,600,000	0	0%
European Investment Bank	0	280,000,000	279,447,474	100%
Green Climate Fund	0	94,100,000	0	0%
Total proceeds from Grants	12,781,078,177	16,303,590,660	11,285,051,705	

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DEVELOPMENT REVENUE FINANCIAL STATEMENTS
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Balance brought forward				0
Transfers to the Exchequer account			11,285,051,705	
Balance carried forward			0	

Commentary on Actual Revenue against the Revised Estimates

- a. **International Development Association (IDA): 60%** - A number of projects namely Kenya Primary Education Development Project, Integrated Programme to build Resilience to Climate Change, Transforming Health Systems for Universal Care Project, Development to Displacements Impacts, Case Study on Integrated Delivery of Selected NCD, Kenya Social and Economic Inclusion Project and Africa Environmental Management Health and Pollution Project failed to request for disbursement in line with their budget requests.
- b. **Global Fund: 83%** - The activities of Global Fund projects namely HIV, Malaria and Tuberculosis were affected due to the failure of the Implementing Units under the National Treasury and Ministry of Health failure to undertake activities under monitoring and evaluation as a result of COVID-19 restrictions on travel.
- c. **Government of Denmark (DANIDA): 112%** - A project named Support for Public Financial Management received an additional Kshs.121,673,319 during Supplementary 1 as the project was coming to an end during the financial year. However, the project implementation unit did not request for a drawdown of the funds. Green Growth and Employment Project under Environment was coming to an end and they failed to request for the final drawdown of the funds. The same project under Ministry of Water had disbursed an amount of Kshs.435 million, but during Supplementary 2, an amount of Kshs,450 million was reduced in the budget leading to an overdraw of Kshs.435 million.
- d. **European Development Fund (EDF): 54%** - There are several projects under this Fund, of which, Climate SMART Agricultural Project (KALRO) under State Department for Agriculture; and Support to Resilient Livelihoods & Drought Risk Management under State Department for the ASAL recorded Nil disbursements while national Information Platform for Food and Nutrition in Kenya under State Department for Planning disbursed 33% and Climate Proofed Infrastructure for Improved Water Supply and Sanitation in the ASAL under Ministry of Water disbursed 49% contributing to the low absorption.
- e. **Government of Germany (KFW - Germany): 0%** - There was no disbursement recorded by the DP as the three projects namely Bogoria Silali Geothermal under Ministry of Energy, Regional Mombasa Port Access Road under State Department for Infrastructure and Up-Scaling of Basic Sanitation for the Urban Poor Project had NIL disbursement.
- f. **Government of Sweden (SIDA):70%** - Two projects namely Support to Public Financial Management (PFM) under the National Treasury and Kenya Symbiocity Programme under State Department for Devolution did not make any disbursements during the year. PFM project

THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

being implemented by Kenya Revenue Authority has a pending audit issue that needs to be resolved before movement of additional funds. It was anticipated the issue would have been resolved during the financial year, hence the allocation of budget. On the other hand, Kenya Symbiocity project came to an end but failed to request for a drawdown. Agricultural Sector Development Support Programme under State Department for Agriculture disbursed 85% with an undisbursed balance of Kshs.125 million due to delay in documentation by the County Governments on the initial disbursement hindering disbursement.

- g. **Government of Finland: 0%** - Two projects namely Support to Water Resources Management and Water Service Provision with a budget of Kshs.30 million and Water and Sanitation Programme with a budget of Kshs.50 million both under Ministry of Water did not disburse during the financial year.
- h. **African Development Funds (ADB/ADF): 69%** - Three Projects namely Sirari Corridor Accessibility and Road Safety Improvement Project under State Department for Infrastructure and Technical Assistance Fund for Middle Income Countries (PDU) under the Presidency had **NIL** disbursement while Public Debt Management Support Project under the National Treasury disbursed at 66% contributing to the poor absorption. The failure to disburse in full on the project under National Treasury was as a result of procurement process that was not concluded in the financial year.
- i. **United Nations Fund for Population Activities (UNFPA): 35%** - The following projects recorded NIL disbursement as there is a probability that they are disbursing Off-Budget: Data Collection and Data Base Development Project; Generating Evidence for Population Dynamics Project; Gender Based Violence and Reproductive Health Rights Project; Coordination and implementation of Health and Life Skills Education Program and Prevention and Response to Gender Based Violence Project.
- j. **United Nations Development Programme (UNDP): 42%** - The following projects recorded NIL disbursement as there is a probability that they are disbursing Off-Budget: Kenya Combating Illegal Wildlife and Trade in Kenya; Kenya Gold Mercury Free ASGM Project, Consolidating the Gains of Devolutions, Emergency Floods Response TRAC 3 and Transcending Foundation of Peace and Sustainable Development Project.
- k. **United Nations Environmental Programme (UNEP): 64%** - Three projects disbursed below 70% namely Support to Kenya for the Revision of NSAB Project; Support Institution Strengthening at the national level to enhance Minamata and SAICM Project; and Institutional Strengthening for Sound Management of Chemicals in Africa CHEMOBS Project.
- l. **World Food Programme: 37%** - Two programmes both under Development of the ASAL namely Resilience & Sustainable Food Systems Programme with a budget of Kshs.55 million and Sustainable Food Systems & Livelihoods of Kshs.18 million disbursed at 50% and 0% absorption.

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DEVELOPMENT REVENUE FINANCIAL STATEMENTS
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- m. **Government of Netherlands: 32%** - There is one project namely Support to Enhancing the capacity of Kenya School of Agriculture for Improved practical and labour market that Under State Department for Agriculture that was allocated Kshs. 50 million but disbursed only 16 million because the project failed to document amounts given for replenishment of the same by the Development Partner.
- n. **UN International Children Education Fund (UNICEF): 67%** - Two Projects has NIL disbursement namely Social Policy & Statistics (KNBS) Project and Child Sensitive Budget Analysis (KIPRA) Project.
- o. **Government of Italy: 47%** - The programme which is a debt swap was concluding and the balance of the funds to be drawn by various institutions. Only Ministry of Water made its request for Manoomi Water Project accounting to the 47% disbursement.
- p. **Green Climate Fund: 0%** - This is a new project that failed to make an initial drawdown of funds as it conditions precedent to disbursement took a longer time to fulfil than anticipated.

The above Development Revenue Financial Statements was approved on 28th Feb. 2022 and signed by:


JULISSA M. MUJA, PhD, EBS
RECEIVER OF REVENUE


NEWEL MOTANYA
ICPAK MEMBER NO.2367
HEAD OF ACCOUNTING UNIT

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. TRANSFER OF LOANS (DISBURSEMENTS)

DONOR CODE	DONOR ABR	DONOR/DETAILS OF PROJECT	ACTUAL 2020/2021 KShs.	ACTUAL 2019/2020 KShs.
12000	SPAIN	012000 Government of Spain (SPAIN)		
		012013: Rabai Kilifi Transmission Line Project	0	395,084,718
			0	395,084,718
14000	KFW-GERMANY	014000 Government of Germany (KFW-GERMANY)		
		014052: Bogoria Silali Geothermal Project	900,645,540	0
			900,645,540	-
16000	AFD-FRANCE	016000 Government of France (AFD-FRANCE)		
		016015 Roads 2000 Phase II	386,010,344	398,476,591
		016037 Ruiru II Dam Water Supply Project	219,055,932	1,957,620,440
		016016 Kisumu Urban Project	0	805,926,100
		016034 Extension Of Nairobi Water Supply (Northern Collector)	0	241,300,180
		016035 Eastern Electricity Highway Project (EA Interconnector Ethiopia Kenya)	3,829,151,645	-
			4,434,217,921	3,403,323,311
21000	JAPAN	021000 Government of Japan (JAPAN)		
		021068 Olkaria Lessos Kisumu Power Lines Construction Project	86,810,090	273,254,280
			86,810,090	273,254,280
501000	WORLD BANK/IMF	501000 International Development Association (WORLD BANK/IMF)		
		501064 Judiciary Performance Improvement (PPF)	1,003,521,344	750,051,429
		501067 Water & Sanitation Services & Improvement Project (Athi WSB)	0	1,135,092,298
		501069 Kenya Informal Settlements Improvement Project	0	1,558,304,909
		501071 East Africa Public Laboratory Networking Project		435,273,095

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501000	WORLD BANK/IMF	501075 Nairobi Metropolitan Service Improvement Project (PPF)	154,516,426	366,600,198
		501076 Kenya Transport Sector Support Programme	0	104,818,229
		501077 Kenya Water Security and Climate Resilience (Project Advanced)	990,936,543	1,209,136,274
		501090 Infrastructure Finance and Public Private Partnership Project (IF-PPP) - IDA 51570	54,155,000	193,862,000
		501093 Eastern Electricity Highway Project (Ethiopia- Kenya Interconnector)	99,536,534	97,490,028
		501094 Regional Pastoral Livelihood Resilience project	676,064,224	1,050,214,210
		501099 Kenya Petroleum Technical Assistance Project (KEPTAP)	700,003,561	316,109,242
		501103 - South Sudan Eastern Africa Transport, Trade & Development Facilitation	0	676,680,248
		501103 - South Sudan Eastern Africa Transport, Trade & Development Facilitation	0	123,676,921
		501103 Eastern Africa Transport, Trade & Development Facilitation	48,733,865	0
		501103 Eastern Africa Transport, Trade & Development Facilitation	645,344,182	0
		501103 Eastern Africa Transport, Trade & Development Facilitation	398,668,366	0
		501106 Financial Sector Support Project	391,260,000	558,175,000
		501112 National Agriculture and Rural Inclusive growth Project (NARIGP)	4,560,991,399	5,350,241,642
		501113 Kenya Youth Employment and Opportunities Project (MSEA)	980,279,847	442,346,058
		501113 Kenya Youth Employment and Opportunities Project (NIITA)	842,152,604	1,032,465,945
		501113 Kenya Youth Employment and Opportunities Project (PSY)	1,778,621,106	732,301,848
		501114 Kenya Electricity Modernization Project	898,948,353	263,132,176
		501120 Transforming Health Systems for Universal Care Project	3,988,248,445	3,742,720,105
		501121 Kenya Urban Support Programme (KenUP)	6,711,561,447	8,737,029,500
		501123 Kenya Coastal Water Security and Climate Resilience Project (KCWSCRIP)	701,698,314	399,310,135
		501124 Kenya Climate Smart Agriculture Project (KCSAP)	10,735,384,840	5,766,714,297
		501125 Kenya Secondary Education Quality Improvement Project	2,508,632,985	345,520,825
		501125 Kenya Secondary Education Quality Improvement Project	0	347,526,267
501000	WORLD BANK/IMF	501126 Kenya Aviation Modernization Project	81,357,105	

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		501131 Eastern and Southern Africa Centers of Excellence	371,414,984	185,752,531
		501132 Kenya Development Response to Displacement Impacts	3,308,061,239	181,604,150
		501133 North Eastern Transport Improvement Project (NETIP)	0	50,578,598
		501134 Kenya Off-Grid Solar Access Project	393,973,313	2,327,448,361
		501135 Kenya Marine Fisheries and Socio-Economic Development	579,939,594	35,276,755
		501136 Kenya Water and Sanitation Development Project	8,190,360,703	771,842,963
		501137 Infrastructure Finance and Public Private Partnership Project 2 (IFPPP2) - IDA 61210	256,108,600	111,956,300
		501142 Kenya Industry and Entrepreneurship Project (KIEP)	102,500,265	177,492,638
		501143 Kenya Social and Economic Inclusion Project	0	42,194,223
		501144 East Africa Skills Transformation and Regional Integration Project	443,347,901	691,497,926
		501144 East Africa Skills Transformation and Regional Integration Project	0	196,822,567
		501144 East Africa Skills Transformation and Regional Integration Project	0	202,608,952
		501145 Kenya Affordable Housing Development Project	4,060,128,005	0
		501146 Financing Locally-Led Climate Action Program (FLLoCa)	88,399,414	48,584,900
		501147 Kenya COVID-19 Emergency Response Project	0	1,556,802,620
		501148 Kenya Emergency Locust Response Project	1,347,337,000	0
		501149 Horn of Africa Gateway Development Project	49,313,456	0
		501149 Horn of Africa Gateway Development Project	54,148,484	0
		501149 Horn of Africa Gateway Development Project	217,762,730	0
		501149 Horn of Africa Gateway Development Project	58,355,555	0
		501149 Horn of Africa Gateway Development Project	88,748,479	0
			58,560,516,214	42,285,256,360
506000	IEB	506000 European Investment Bank (EIB)		
		506001 Olkaria I and IV Project (GDC)	7,201,461,578	-

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			7,201,461,578	-
510000	ADB/ADF	510000 African Development Fund (ADB/ADF)		
		510042 Drought Resilience and Sustainable Livelihood Programme in Horn of Africa	2,837,496.15	120,388,298
		510049 Thwake Multi-Purpose Water Dev't Program Phase I	23,596,715	38,668,399
		510063 Small Scale Irrigation and Value Addition Project (SIVAP)	80,889,232	47,190,078
		510073 Empowering Novel AgriBusiness Led Employment (Enable) Youth Kenya Program	14,487,891	
		510075 Green Zones Development Support Project Phase II	352,782,665	146,063,147
		510083 Operationalization of the Kenya Mortgage Refinancing Company	2,444,776,940	
			2,919,370,938	352,309,922
526000	IFAD	526000 International Fund for Agricultural Development (IFAD)		
		526005 Smallholders Dairy Commercialization Programme		164,129,647
		526008 Profit Programme		18,449,511
		526009 Upper Tana Natural Resources Management Project	444,367,153	379,050,821
		526011 KCEP II Climate Resilient Agricultural Livelihoods (CRAL)	786,656,231	267,368,205
		526012 Aquaculture Business Development Programme (ABDP)	222,634,673	155,861,804
			1,453,658,057	984,859,988
		Total External Funding	75,556,680,338	47,694,088,579

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4. TRANSFER OF GRANTS (DISBURSEMENTS)

DONOR CODE	DONOR ABR	DONOR/DETAILS OF PROJECT	ACTUAL 2020/2021	ACTUAL 2019/2020
1000	DENMARK	001000 Government of Denmark (DENMARK)		
		001009 Support for Public Financial Management (PFM-R)	92,832,788	-
		001021 Green Growth and Employment Programme	111,999,288	729,609,647
		001021 Green Growth and Employment Programme	435,390,353	146,000,000
		001022 Support To Universal Health Care In The Devolved System In Kenya (CARA)	854,730,000	1,272,312,500
		COVID19 Emergency Response Water, Sanitation and Hygiene (WASH) Programme	175,932,442	-
			1,670,884,871	2,147,922,147
300	NETHERLANDS	003000 Government of Netherlands (NETHERLANDS)		
		003020 Support to Enhancing the Capacity of Kenya School of Agriculture for Improved Practical & Labour Mkt	16,145,847	-
			16,145,847	-
4000	SWEEDEN	004000 Government of Sweden (SWEDEN)		
		004006 Water & Sanitation Programme: Equitable Access to Quality Water & Water Resource Management in Rural Areas	56,211,550	285,266,404
		004020 Agricultural Sector Development Support Programme Phase II (CARA)	718,335,285	1,185,599,523
			774,546,835	1,470,865,927
11000	ITALY	011000 Government of Italy (ITALY)		
		011117 Manooni Water Project (Debt Swap)	48,000,000	-
			48,000,000	-
16000	AFD FRANCE	016000 Government of France (AFD-FRANCE)		

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		016028 Conservation of Biodiversity in Northern Kenya (Marsabit) Project	247,417,330	-
			247,417,330	-
501000	WORLD BANK	501000 International Development Association (WORLD BANK/IMF)		
		501077 Kenya Water Security and Climate Resilience (Project Advanced)	19,773,723	68,665,296
		501099 Kenya Petroleum Technical Assistance Project (KEPTAP)	100,000,374	98,252,876
		501102 Kenya Urban Water and Sanitation OBA Project	209,426,917	251,406,372
		501105 Kenya Primary Education Development Project - GPE	764,770,270	539,676,868
		501120 Transforming Health Systems for Universal Care Project	324,881,018	724,250,156
		501132 Kenya Development Response to Displacement Impacts		711,726,766
		501141 - PHGF- Case Study on Integrated Delivery of Selected NCD	58,586,926	149,734,085
		501143 Kenya Social and Economic Inclusion Project	191,851,100	55,860,912
		501150 Africa Environmental Management Health & Pollution Project	87,748,500	-
		501152 Kenya GPE COVID-19 Learning Continuity in Basic Education Project	940,676,489	-
			2,697,715,317	2,599,573,331
503000	GLOBAL FUND	503000 Global Fund		
		503010 Special Global Fund HIV Grant-KEN-H-TNT	45,858,861	-
		503010 Special Global Fund HIV Grant-KEN-H-TNT	637,760,000	479,055,464
		503011 Special Global Fund Malaria Grant-KEN-M-TNT	22,422,102	-
		503011 Special Global Fund Malaria Grant-KEN-M-TNT	1,753,760,000	719,446,924
		503012 Special Global Fund TB Grant-KEN-T-TNT	246,649,357	417,710,000
			2,706,450,320	1,616,212,388
505000	EDF/EEC	505000 European Development Fund (EDF/EEC)		

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		505019 Community Development Trust Fund/Usalama Barabarani Programme	49,213,907	31,248,308
		505060 Regional Integration Implementation Program	250,000,000	250,000,000
		505065 Ending Drought Emergencies: Support to Drought Risk Management	224,042,936	291,069,493
		505066 Programme for Legal Empowerment and Aid Delivery in Kenya (PLEAD)	45,082,742	313,275,690
		505068 National Information Platform for Food and Nutrition in Kenya	45,747,507	49,879,875
		505072 Partnership for the Impl. of Natl. Strategy to Counter Violent Extremism	377,426,290	-
		505074 Climate Proofed Infra. for Improved Water Supply and Sanitation in ASALS	319,006,818	-
			1,310,520,199	935,473,366
506000	EIB	506000 European Investment Bank (EIB)		
		506001 Olkaria I and IV Project (GDC)	279,447,474	-
			279,447,474	-
510000	ADB/ADF	510000 African Development Fund (ADB/ADF)		
		510063 Small Scale Irrigation and Value Addition Project (SIVAP)	89,048,000	78,188,416
		510064 Kenya National Green Economy Strategy - Development of Low Carbon Projects	0	540,918
		510074 Technical Assistance Fund For Middle Income Countries - (PDU)		13,062,854
		510076 Multinational: Rural Livelihoods' Adaptation to Climate Change (RLACC)	78,262,141	-
		510081 Public Debt Management Support Project	16,442,700	-
			183,752,841	91,792,188
517000	UNDP	517000 United Nations Development Programme (UNDP)		
		517107 Sound Chemicals Management Mainstreaming & UPOPs Reduction in Kenya	31,280,296	39,334,180

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		517009 Restoration & Stabilization of Livelihoods for Drought affected & Host Communities in Turkana & Garissa Districts	83,017,166	-
		517112 Kenya Gold Mercury Free ASGM Project	30,019,000	-
			144,316,462	39,334,180
519000	UNFPA	519000 United Nations Fund for Population Activities (UNFPA)		
		519004 Data Collection and Data Base Development	2,681,650	7,200,000
		519017 M&E Directorate: 9th Country Programme	5,000,000	3,413,884
		519023 National Council for Population Development	24,456,259	71,382,308
		519028 Improvement of Civil Registration System	3,804,440	-
		519030 Generating Evidence for Population Dynamics	0	2,818,000
		519036 Gender Based Violence and Reproductive Health Rights	4,000,000	3,202,000
		519038 Prevention and Response to Gender Based violence	3,855,700	-
		519039 Youth Empowerment	3,263,200	-
			47,061,249	88,016,192
521000	UNEP	521000 United Nations Environmental Programme (UNEP)		
		521009 Phasing out Ozone Depleting Substances Project Operationalized.	13,207,800	7,500,000
		521014 Support to Kenya for the Revision of the NBSAPs and Development of Fifth National Report to the CBD	2,738,500	4,529,505
		521015 National Action Plan on Artisanal & Small-Scale Gold Mining (ASGM)	4,973,611	-
		521016 Support to Produce 6th National Report to the Convention on Bio. Diversity	8,946,790	4,975,200
521000	UNEP	521017 Support Insti. Strength. at The Nat. Level to Enhance Minamata & Saicm	10,230,195	-
		521018 Institutional Strengthening for Sound Mgmt of Chemicals in Africa CHEMOBS	5,236,630	-
			45,333,526	17,004,705
522000	UNICEF	522000 United Nations International Children Education Fund (UNICEF)		

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		522067 Social Policy and Research	4,250,000	-
		522084 Social Policy (MED)/ Dashboards Programme	4,250,000	-
		522125 Kenya Generation Unlimited Secretariat Support	16,860,316	-
			25,360,316	-
523000	WFP	523000 World Food Programme		
		523006 Resilience & Sustainable Food Systems Programme	27,870,366	-
			27,870,366	-
526000	IFAD	526000 International Fund for Agricultural Development (IFAD)		
		526011 KCEP II Climate Resilient Agricultural Livelihoods (CRAL)	998,440,601	-
			998,440,601	-
531000	AGRA	531000 Alliance for A Green Revolution In Africa (AGRA)		
		531002 Supporting Agric. Input/Output Marketing Policy & Regulatory Reforms	61,788,150	-
			61,788,150	-
535000	UN HABITAT	United Nations HABITAT		
		535001 Access and Mobility Implementation of Universal Access on Groups in Vulnerable Situations	0	509,300
			0	509,300
526000	IFAD	526000 International Fund for Agricultural Development (IFAD)		
		526011 KCEP II Climate Resilient Agricultural Livelihoods (CRAL)	0	545,797,079
			0	545,797,079
531000	AGRA	531000 Alliance for A Green Revolution in Africa (AGRA)		
		531002 Supporting Agric Input/Output Marketing Policy & Regulatory Reforms	0	31,195,029
			0	31,195,029
		Total External Funding ...KShs.	11,285,051,705	9,583,695,832

**THE NATIONAL TREASURY
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5. PRIOR YEAR ADJUSTMENT

The balance of Kshs.94,104.40 relates to balance of FY 2017/2018 and earlier years that originated in the year 2012/2013. The balance was erroneous because all funds that were received in resource Mobilisation Department were disbursed to the Exchequer account therefore leaving a nil balance. A Journal Voucher has been passed to clear the amount. This issue has consequently been resolved

**THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
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APPENDICES

APPENDIX 1:

PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR RECOMMENDATIONS

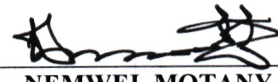
The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Unqualified Report No issues raised.	To maintain status quo	N/A	N/A	N/A



**JULIUS M. MUIA, PhD, EBS
RECEIVER OF REVENUE**

Date



**NEMWEL MOTANYA
ICPAK MEMBER NO.2367
HEAD OF ACCOUNTING UNIT**

28th Feb. 2022
Date

THE NATIONAL TREASURY
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APPENDIX 2: TRIAL BALANCE

a) LOAN REVENUE

CLASS OF ACCOUNTS 3: DEVELOPMENT LOAN REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
TRIAL BALANCE AS AT END OF AUGUST 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT LOAN REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Loans	-	0.00	-	-
	5120102-00001001- 0000000000-00000001		-	0.00	-	-
	ADMIN TOTAL		-	0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-
TRIAL BALANCE AS AT END OF SEPTEMBER 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Loans	7,670,197,779.00	0.00	(7,670,197,779.00)	(7,670,197,779.00)
	5120102-00001001- 0000000000-00000001		7,670,197,779.00	0.00	(7,670,197,779.00)	(7,670,197,779.00)
	ADMIN TOTAL		7,670,197,779.00	0.00	(7,670,197,779.00)	(7,670,197,779.00)
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-
TRIAL BALANCE AS AT END OF OCTOBER 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Loans	8,684,254,220.00	0.00	(8,684,254,220.00)	(8,684,254,220.00)
	5120102-00001001- 0000000000-00000001		8,684,254,220.00	0.00	(8,684,254,220.00)	(8,684,254,220.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-
TRIAL BALANCE AS AT END OF NOVEMBER 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised	Estimated	Balance	Deviations to Date

THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
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			Exp/Rev	Exp/Rev		
1071	Headquarters	Receipts From Loans	13,511,818,030.00	0.00	(13,511,818,030.00)	(13,511,818,030.00)
	5120102-00001001-0000000000-00000001		13,511,818,030.00	0.00	(13,511,818,030.00)	(13,511,818,030.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF DEC 2020

CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES

VOTE 1071-THE NATIONAL TREASURY

Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Devlations to Date
1071	Headquarters	Receipts From Loans	24,462,326,039.00	0.00	(24,462,326,039.00)	(24,462,326,039.00)
	5120102-00001001-0000000000-00000001		24,462,326,039.00	0.00	(24,462,326,039.00)	(24,462,326,039.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF JANUARY 2021

CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES

VOTE 1071-THE NATIONAL TREASURY

Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Devlations to Date
1071	Headquarters	Receipts From Loans	30,510,515,897.00	0.00	(30,510,515,897.00)	(30,510,515,897.00)
	5120102-00001001-0000000000-00000001		30,510,515,897.00	0.00	(30,510,515,897.00)	(30,510,515,897.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF FEBRUARY 2021

CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES

VOTE 1071-THE NATIONAL TREASURY

Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Devlations to Date
1071	Headquarters	Receipts From Loans		0.00	(42,180,538,030.00)	(42,180,538,030.00)
	5120102-00001001-0000000000-00000001		38,893,425,803.00	0.00	(38,893,425,803.00)	(38,893,425,803.00)

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	ADMIN TOTAL		38,893,425,803.00	0.00	(38,893,425,803.00)	(38,893,425,803.00)
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-
TRIAL BALANCE AS AT END OF MAR 2021						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Loans	42,180,538,030.00	0.00	(52,483,806,967.00)	(52,483,806,967.00)
	5120102-00001001- 0000000000-00000001		42,180,538,030.00	0.00	(42,180,538,030.00)	(42,180,538,030.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-
TRIAL BALANCE AS AT END OF APRIL 2021						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Loans	52,483,806,967.00	0.00	(52,483,806,967.00)	(52,483,806,967.00)
	5120102-00001001- 0000000000-00000001		52,483,806,967.00	0.00	(52,483,806,967.00)	(52,483,806,967.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-
TRIAL BALANCE AS AT END OF MAY 2021						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Loans	53,734,874,384.00	0.00	(53,734,874,384.00)	(53,734,874,384.00)
	5120102-00001001- 0000000000-00000001		53,734,874,384.00	0.00	(53,734,874,384.00)	(53,734,874,384.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

TRIAL BALANCE AS AT END OF JUN 2021						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Loans	75,556,680,338.00	0.00	(75,556,680,338.00)	(75,556,680,338.00)
	5120102-00001001- 00000000000-00000001		75,556,680,338.00	0.00	(75,556,680,338.00)	(75,556,680,338.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

b) GRANT REVENUE

CLASS OF ACCOUNTS 3 DEVELOPMENT GRANT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
TRIAL BALANCE AS AT END OF AUGUST 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	975,349,306.00	0.00	(975,349,306.00)	(975,349,306.00)
	5120102- 00001001- 00000000000- 00000001		975,349,306.00	0.00	(975,349,306.00)	(975,349,306.00)
	ADMIN TOTAL		975,349,306.00	0.00	(975,349,306.00)	(975,349,306.00)
VOTE TOTAL			975,349,306.00	0.00	(975,349,306.00)	(975,349,306.00)
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF SEPTEMBER 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	1,855,638,949.00	0.00	(1,855,638,949.00)	(1,855,638,949.00)
	5120102- 00001001- 00000000000- 00000001		1,855,638,949.00	0.00	(1,855,638,949.00)	(1,855,638,949.00)
	ADMIN TOTAL		1,855,638,949.00	0.00	(1,855,638,949.00)	(1,855,638,949.00)
VOTE TOTAL			1,855,638,949.00	0.00	(1,855,638,949.00)	(1,855,638,949.00)
CLASSOF ACCOUNT TOTAL				0.00	-	-

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TRIAL BALANCE AS AT END OF OCTOBER 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	13,511,818,030.00	0.00	(13,511,818,030.00)	(13,511,818,030.00)
	5120102- 00001001- 00000000000- 00000001		13,511,818,030.00	0.00	(13,511,818,030.00)	(13,511,818,030.00)
	ADMIN TOTAL		13,511,818,030.00	0.00	(13,511,818,030.00)	(13,511,818,030.00)
VOTE TOTAL			13,511,818,030.00	0.00	(13,511,818,030.00)	(13,511,818,030.00)
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF NOVEMBER 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	3,119,902,161.00	0.00	(3,119,902,161.00)	(3,119,902,161.00)
	5120102- 00001001- 00000000000- 00000001		3,119,902,161.00	0.00	(3,119,902,161.00)	(3,119,902,161.00)
	ADMIN TOTAL		3,119,902,161.00	0.00	(3,119,902,161.00)	(3,119,902,161.00)
VOTE TOTAL			3,119,902,161.00	0.00	(3,119,902,161.00)	(3,119,902,161.00)
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF DECEMBER 2020						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	4,062,258,709.00	0.00	(4,062,258,709.00)	(4,062,258,709.00)
	5120102- 00001001- 00000000000- 00000001			0.00	-	-
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
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TRIAL BALANCE AS AT END OF JANUARY 2021

CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES

VOTE 1071-THE NATIONAL TREASURY

Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	4,075,541,789.00	0.00	(4,075,541,789.00)	(4,075,541,789.00)
	5120102- 00001001- 00000000000- 00000001			0.00	-	-
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF FEBRUARY 2021

CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES

VOTE 1071-THE NATIONAL TREASURY

Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	5,641,992,963.00	0.00	(5,641,992,963.00)	(5,641,992,963.00)
	5120102- 00001001- 00000000000- 00000001			0.00	-	-
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF MARCH 2021

CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES

VOTE 1071-THE NATIONAL TREASURY

Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	7,609,334,670.00	0.00	(7,609,334,670.00)	(7,609,334,670.00)
	5120102- 00001001- 00000000000- 00000001		7,609,334,670.00	0.00	(7,609,334,670.00)	(7,609,334,670.00)
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

THE NATIONAL TREASURY
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FOR THE YEAR ENDED JUNE 30, 2021

TRIAL BALANCE AS AT END OF APRIL 2021						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	9,367,299,663.00	0.00	(9,367,299,663.00)	(9,367,299,663.00)
	5120102- 00001001- 00000000000- 00000001			0.00	-	-
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF MAY 2021						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	9,916,196,572.00	0.00	(9,916,196,572.00)	(9,916,196,572.00)
	5120102- 00001001- 00000000000- 00000001			0.00	-	-
	ADMIN TOTAL			0.00	-	-
VOTE TOTAL				0.00	-	-
CLASSOF ACCOUNT TOTAL				0.00	-	-

TRIAL BALANCE AS AT END OF JUNE 2021						
CLASS OF ACCOUNTS 3 DEVELOPMENT REVENUES						
VOTE 1071-THE NATIONAL TREASURY						
Admin	Item	Description	Realised Exp/Rev	Estimated Exp/Rev	Balance	Deviations to Date
1071	Headquarters	Receipts From Grants	11,285,051,705.15	0.00	(11,285,051,705.15)	(11,285,051,705.15)
	5120102- 00001001- 00000000000- 00000001		11,285,051,705.15	0.00	(11,285,051,705.15)	(11,285,051,705.15)
	ADMIN TOTAL		11,285,051,705.15	0.00	(11,285,051,705.15)	(11,285,051,705.15)

**THE NATIONAL TREASURY
DEVELOPMENT REVENUE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

VOTE TOTAL		0.00	-	-
CLASSOF ACCOUNT TOTAL		0.00	-	-