

REPUBLIC OF KENYA



*Enhancing Accountability*



**REPORT**

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 28 NOV 2024

DAY.

Thur

**OF**

TABLED

BY:

Hon. Naomi Wago, MP

Deputy Chief Whip - Maj Party

CLERK-AT

THE-TABLE:

Vivian Wambui

**THE AUDITOR-GENERAL**

**ON**

**A CASE STUDY ON INTEGRATED DELIVERY  
OF SELECTED NON-COMMUNICABLE  
DISEASES IN KENYA  
(PHGF GRANT NO. TFOA5636)**

**FOR THE YEAR ENDED  
30 JUNE, 2024**

**MOI TEACHING AND REFERRAL HOSPITAL**



An ISO 9001:2015 Certified Hospital



## MOI TEACHING AND REFERRAL HOSPITAL

---

A CASE STUDY ON INTEGRATED DELIVERY OF SELECTED NON-COMMUNICABLE  
DISEASES IN KENYA

PHGF Grant No. TFOA5636

---

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2024

---

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



***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

<b>Table Contents</b>	<b>Page</b>
1. Acronyms and Glossary of Terms .....	ii
2. Project Information and Overall Performance .....	iii
3. Statement of Performance against Project's Predetermined Objectives .....	xii
4. Environmental and Sustainability reporting .....	xvi
5. Statement of Project Management responsibilities .....	xxii
6. Report of the Independent Auditor on Financial Statements for A Case Study on Integrated Delivery of Selected Non-Communicable Diseases .....	xxv
7. Statement of Receipts and Payments for the year ended 30th June 2023 .....	1
8. Statement of Financial Assets as at 30 <sup>th</sup> June 2023 .....	2
9. Statement of Cashflow for the year ended 30 <sup>th</sup> June 2023 .....	3
10. Statement of Comparison of Budget and Actual amounts for year ended 30 <sup>th</sup> June 2023 .....	4
11. Significant Accounting Policies .....	5
12. Notes to the Financial Statements .....	13
13. Annexes .....	35

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

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
Comparative FY	Financial year preceding the current financial year.
MTRH	Moi Teaching & Referral Hospital
NCDs	Non-Communicable Diseases
MOH	Ministry of Health
RFPs	Revolving Fund Pharmacies
PIC4C	Primary-Health Integrated Care Project for Four Chronic Diseases
AMPATH	Academic Model Providing Access To Healthcare
KHIS	Kenya Health Information System
LEEP	Loop Electrosurgical Excision Procedure
RSPO	Research Sponsored Projects Office
ISMS	Information Security Management System
OHS	Occupational Health and Safety

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

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

#### **Name**

The project's official name is A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya.

#### **Objective**

The key objective of the project was to implement and evaluate a pilot program for prevention and management of selected non-communicable diseases (NCDs) at the community and primary care levels complemented by cost effective referral linkages in selected Counties that can inform the national scale-up.

#### **Address**

The project headquarters offices are in Eldoret Town, Uasin Gishu County, Kenya.

The address of its registered office is:

Moi Teaching & Referral Hospital,  
Nandi Road  
P. O. Box 3 – 30100,  
**ELDORET**

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

P.O. Box: 3, 30100 - Eldoret

Telephone: (254) 722-201277, (254) 722 209795, 053-2033471/2/3/4

Fax: 053-2061749

E-mail: ceo@mtrh.go.ke

Website: www.mtrh.go.ke

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

**2.2 Project Information**

Project Start Date:	The project start date is 28th February, 2018
Project End Date:	The project end date is 31st January, 2022.
Project Manager:	Mr. Obed Limo
Project Sponsor:	World Bank

**2.3 Project Overview**

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Health.
Project number	PHGF Grant No. TFOA5636
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <ul style="list-style-type: none"> <li>(i) To implement and evaluate a pilot programme for prevention and management of selected NCDs at community and primary care levels complemented by cost effective referral linkages in two counties of Kenya.</li> <li>(ii) The proposed RETF (Recipient Executed Trust Fund) will support the Government of Kenya to develop and pilot models of integrated NCD care at community and primary care level in selected counties that can inform National scale up.</li> </ul>
Summary of Project Strategies for achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> <li>(i) Conducting a baseline and end line survey</li> <li>(ii) Health Education and screening</li> <li>(iii) Treatment/ Clinics</li> <li>(iv) Training and Mentorship</li> <li>(v) Supply Chain strengthening</li> <li>(vi) Health Records and Information strengthening</li> <li>(vii) Equipping care system</li> <li>(viii) Patient support groups</li> </ul>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

	(ix) Leadership engagement
Other important background information of the project	<p>The PIC4C project was a Ministry of Health (MOH) Project implemented by Moi Teaching and Referral Hospital through AMPATH. PIC4C Project was supported by the World Bank under the “A Case Study on Integrated Delivery of Selected Non-Communicable Diseases (NCDs) in Kenya” project.</p> <p>It was designed to address the ongoing challenges of accessing NCD care in Kenya. As such, it tapped into existing health care system and utilised MOH tools to build capacities of the site counties to offer care for the select chronic conditions. The project sites in Busia and Trans Nzoia Counties targeted primary health facilities as immediate level of care for linking patients with extensive involvement of Community Health Volunteers. At all levels of implementation, the County health management was involved.</p> <p>Led by the MOH, dissemination of the findings of the pilot was done among stakeholders in non-communicable diseases space.</p>
Areas that the project was formed to intervene	<p>The project was formed to intervene in the following problems/gaps:</p> <p>(i) Given the growing burden of NCDs in Kenya and its importance in causing premature mortality and the possibility of its prevention and control. Most NCD services were deferred to specialists at secondary and tertiary centers rather than PHC level which is usually the first point of contact. Previous projects had been limited to small pilots in counties whose implementation was very pragmatic without rigorous documentation of processes, challenges and costs.</p> <p>(ii) PIC4C Project focused on the following NCDs: hypertension, diabetes, breast cancer and cervical cancer. These conditions were chosen due to their high prevalence, but also the significant morbidity and mortality that can be averted through upstream intervention.</p>
Project duration	<p>The project started on 28<sup>th</sup> February, 2018 to end 31<sup>st</sup> March, 2020. This was extended to 31<sup>st</sup> January, 2022</p>

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

**2.4 Bankers**

The following are the bankers for the project:

- i) Kenya Commercial Bank Limited  
Moi Referral Hospital Branch  
P. O. Box 5197 – 30100,  
**ELDORET**
- ii) Central Bank of Kenya

**2.5 Independent Auditor**

The project is audited by the Office of the Auditor General.

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

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

**2.6 Roles and Responsibilities**

<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
Dr. Philip K. Kirwa	Chief Executive Officer, MTRH	M.Med in Obs-Gynae, (UoN), MBChB (UON), Fellow – East, Central and Southern Africa College of Obstetrics and Gynaecology (ECSACOG), Strategic Leadership Development Programme (KSG), Senior Management Course (KSG) and Certified Mediator, (MTIP).	Accounting Officer, CEO
Mr. Mathews Birgen	Director, Finance MTRH	MBA Finance (MU), BCOM (UON), CPA(K)	Director, Finance
Dr. Jemimah Kamano 0719824277	Principal Investigator	MBChB, MMED	Overall project implementation
Obed Limo 0722610831	Project Manager	Masters of science in Global Health	Overall supervision of project Activities
Kenneth Too 0725477354	Data Manager	Bachelor's degree in mathematics and statistics	In charge of data management in the project
Lilian Lusimbo 0728421025	Support Group Coordinator/ Administrator	Bachelor's Degree in Commerce, Marketing Option (CUEA)	Supervision of support Group activities and administration work
Siza Wanyela 0720677689	Project Accountant	MSc, Finance & Accounting (JKUAT), BCOM (CUEA), CPA(K)	Project Accountant

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

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

**2.7 Funding summary**

The Project was for a duration of 4 years from 28<sup>th</sup> February, 2018 to 31<sup>st</sup> January, 2022 with an approved budget of US\$ 2,500,000 equivalent to Kshs. 267,389,977 using an average rate of \$1/106.956 as highlighted in the table below

Below is the funding summary:

**A. Source of Funds**

Source of funds	Donor Commitment		Amount received to date – (30 <sup>th</sup> June 2024)		Undrawn balance to date (30.06.2024)	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
<b>(i) Grant</b>						
World Bank	\$2,500,000	267,389,977	\$2,478,225	265,071,011	\$21,699	2,318,966
<b>Total</b>	<b>\$2,500,000</b>	<b>267,389,977</b>	<b>\$2,478,225</b>	<b>265,071,011</b>	<b>\$21,699</b>	<b>2,318,966</b>

**B. Application of Funds**

Application of funds	Amount received to date – (30 <sup>th</sup> June 2024)		Cumulative amount paid to date – (30 <sup>th</sup> June 2024)		Unutilised balance to date (30th June 2024)	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
<b>(i) Grant</b>						
World Bank	\$2,478,225	265,071,011	\$2,478,225	265,071,011	\$21,699	2,318,966

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

**2.8 Summary of Overall Project Performance:**

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

There was no budget for this financial year.

**Physical progress based on outputs, outcomes and impacts since project commencement.**

The project PIC4C was engaged in active health education, community and healthcare facilities-based screening for the four conditions (hypertension, diabetes, Cervical and breast cancer) with those positively screened being linked to primary care MOH facilities for management, referral and follow up. Mentorship to MOH healthcare workers by specialists was done, consequently all the selected 73 facilities clinics empowered to run independently. Health records and information systems were strengthened and data tools distributed to all project sites with periodic data quality audits and data reviews conducted by relevant county teams. Currently all the 73(100%) facilities are able report the select NCD activities in the national Kenya Health Information system (KHIS).

To ensure reliable access to important medicines and supplies for patients, the county supply chain was supported through Revolving Fund Pharmacies (RFPs) which achieved 93% drug availability for diabetes and hypertension and basic screening commodities like glucose strips.

To reduce out of pocket expenditure NHIF advocacy was conducted where 2,483 patients were enrolled to join support groups. This has increased uptake of NHIF. To improve funding for NCDs both counties managed to ring fence healthy revenue from the facilities through passing of legislation dubbed facility improvement funds.

To improve access to services and sustainability, the project also equipped facilities with essential screening supplies and equipment. Notably equipment such as two ultrasound machines, biopsy guns, three Electrocardiograms, two Loop Electrosurgical Excision Procedure (LEEP) and three Glycated haemoglobin machines that required massive capital outlay were procured and distributed to the counties. Through consistent county engagement five (5) project staff were absorbed by the Counties to continue the NCD services also as part of honouring the MOU entered between them, MTRH and MOH. Dissemination of lessons and experiences of the pilot has been done where eight (8) publications, four (4) reports and six (6) abstracts presented in different conferences, locally and internationally. During the financial year ended June 2023, 3 abstracts, 2 additional papers, and 1 national report were published.

***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

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

Absorption rate for each year

2019/2020 – 46%

2020/2021 – 54%

2021/2022-98%

**2.9 Summary of Project Compliance:**

There were no cases of non-compliance with applicable laws and regulations, and essential external financing agreements/covenants.

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

#### **Introduction**

Section 81(2)(f)/Section 164 (2)(f) of the Public Finance Management Act, 2012 requires that the Accounting Officer include a statement of the National/County Government entity's performance against predetermined objectives at the end of each financial year.

The pilot program was intended to systematically implement an integrated NCD model through the following steps:

1. Conduct a baseline needs assessment (quantitative and qualitative)
2. Implement a pilot to address needs
3. Evaluate implementation approaches
4. Conduct a costing evaluation

The key development objectives of the project's 2018-2022 plan were all achieved by the financial year ended 30<sup>th</sup> June 2022 as per the previous report.

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

The key purpose of the project was to inform policy and practice both locally and internationally. In the financial year ended June 2023, the project published 2 additional papers, presented 3 abstracts in different scientific conferences and together with the MoH, published the official project report, **see attached report (Annex 9)**. Additionally, through other support, a policy dialogue was conducted and 2 policy briefs developed.

***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Base line Study	To conduct baseline to explore perceived barriers and facilitators to prevention and management of NCDs	Gaps in prevention and management of NCDs were identified e.g. risk factors, knowledge of health providers, equipment etc.	Baseline and end line dissemination report, there was a significant decrease in risky behaviour in terms of consumption of salt, alcohol and cigarette smoking in the two counties, increase in knowledge on causes and risk factors amongst community members. However, the duration of implementation before endline was too short to impact prevalence of disease with increase in obesity in both counties and an increase in both hypertension (23.55 to 29.4%) and diabetes prevalence (1.7% to 3.7%) in Busia noted. The prevalence of Diabetes increased marginally (1.9 to 2.0%) and hypertension decreased (34.6 to 25.5%) while that of pre-hypertension increased in Trans-Nzoia	The county management were able to identify the gaps in the NCD space and increased uptake of contextualised interventions

***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Implementation of the NCD pilot model	To implement integrated diabetes (DM), hypertension (HTN), Cervical & breast cancer within primary care setting	-Carried out health education, screening, referral and management of patients. -Supply chain strengthening, Training-Health records system strengthening, -Patient support groups	Health Education (People reached) <ul style="list-style-type: none"> <li>Community &amp; Facility 3,561,431</li> </ul> Screening <ul style="list-style-type: none"> <li>Hypertension -185,265</li> <li>Diabetes-93,665</li> <li>Breast Cancer-20,526</li> <li>Cervical Cancer-24,015</li> </ul> Patients in Care <ul style="list-style-type: none"> <li>Hypertension -17,733</li> <li>Diabetes-6,783</li> </ul> Training <ul style="list-style-type: none"> <li>Diabetes and hypertension – 254</li> <li>Breast and Cervical Cancer – 204</li> <li>Mental health – 34</li> <li>CHVs-1130</li> </ul> Equipping facilities for care <ul style="list-style-type: none"> <li>73 facilities equipped with screening supplies and equipment for the select conditions</li> <li>2 Ultrasound, 3 ECG&amp; 3 HbA1C 2, LEEP machine Procurement</li> </ul> Health Records Strengthening <ul style="list-style-type: none"> <li>73 Facilities supplied and trained on MOH tools for the 4 conditions</li> <li>Healthcare providers trained in Health Records-197</li> <li>Facility Boards and committees - 552</li> </ul> Supply Chain strengthening <ul style="list-style-type: none"> <li>12 Revolving Fund Pharmacies (RFP's) and 61 mini-RFPs established</li> </ul> Support Group <ul style="list-style-type: none"> <li>119 groups formed</li> </ul>	<ul style="list-style-type: none"> <li>3,561,431 people educated</li> <li>HTN-110.6%</li> <li>DM-111.4%</li> <li>BC-81%</li> <li>CC-95%</li> <li>121% increase in care service points</li> <li>293% increase in patients in care</li> <li>143% increase in screening service points</li> <li>equipping facilities <b>461%</b></li> <li>100% reporting in KHIS</li> <li>92.8% DM&amp;HTN drug availability attained</li> <li>Enrolled 2483 Patients</li> </ul>

***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Process Evaluation	To evaluate the effectiveness of the integrated chronic care model for hypertension, diabetes, cervical and breast cancers within primary health care setting	Data collection on patient feedback reports, random test for clinicians & Community Health Promoters, client reception and vital signs, education and screening observation check list completed, meetings.	All the data sets complete, cleaned and analysed and reported  Data sets stored in project drop box.	100 % target achieved in data collection  Data analysed showed improved knowledge of the conditions improved in the community Health workers attitude to the conditions significantly increased
Policy Shaping	To shape policy and practice towards integrated care for NCDS	Policy briefs, publications and abstract presentations	Number of publications (7) policy briefs (2) and abstracts presented (7).	100% target met

**Key:** *NCD- Non Communicable Diseases, DM- Diabetes, HTN- Hypertension, AMRS- AMPATH Medical Records System*

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

Moi Teaching and Referral Hospital (MTRH) is a National/International Teaching and Referral Hospital offering Outpatient, Inpatient, and Specialized healthcare services. MTRH is also the Teaching Hospital for Moi University College of Health Sciences that trains both Undergraduate Medical Students and several Masters in Medicine Specialist program. MTRH continuously works towards generating new knowledge by closely working with the Moi University College of Health Sciences and other collaborators. These research efforts have informed policy in areas such as HIV, Chronic Disease Management and Oncology. It also provides innovative approaches to delivery of quality healthcare.

PIC4C project implemented by MTRH target was education and screening for non-communicable diseases (NCDs) for early detection and intervention in Busia and Trans Nzoia Counties.

The Hospital has also adopted modern medical waste management practice that utilizes Microwave technology which is environmentally friendly and safe to the operators.

Below is a brief highlight of our activities that drive towards sustainability.

##### **i. Sustainability strategy and profile**

The PIC4C model was designed to improve access and coverage of services by tapping into existing MOH systems at the County level. To foster ownership and sustainability strong commitment and ownership at the county level and the MTRH/AMPATH team was demonstrated through constant and continuous engagement guided by the Project Advisory Committee drawn from MOH, MTRH and Moi University.

The implementation of the integration of NCD services in the primary care level was one of the priority actions identified by the government and the alignment with Government priorities helped to secure ownership at the MOH level. The involvement of national and local stakeholders including communities (including patient support groups) succeeded in implementing the NCD activities and could contribute significantly to maintain efforts and move forward to provide sustainable integration of NCD services.

The government is committed in moving the integration of NCD services in UHC agenda. Given the relatively short duration of implementation, consolidating gains will be needed through strengthened institutional capacity with the government and all stakeholders.

**ii. Environmental performance**

The project adopted the existing counties health facility infection prevention and control measures and healthcare waste management systems in handling, treatment and disposal of the healthcare waste generated during implementation of project activities such as use of appropriate healthcare waste segregation practices. During the break out of COVID-19 pandemic, the project put in place measures to mitigate risks related to COVID-19 including training of community healthcare promoters on GoK MoH COVID -19 protocols. During community screenings, the community health promoters were provided with face masks, sanitizers, thermo-guns, hand washing points are set up at each screening station and safety boxes provided for proper handling of medical waste.

There is need by the counties to invest in incinerators or burning chambers where appropriate so that waste generated in the facilities and disposed without being transported to far facilities for disposal.

**iii. Employee welfare**

AMPATH establishment has a sound Human Resource Management which is very key in effective operations for every institution. This is both supportive and protective to the people behind research. AMPATH Program while discharging its mandate takes a lot of cognizance of the contributions made by its Human Resources. Therefore, it has a framework to secure their commitment and retention by providing a conducive work environment through standardization of policies and procedures which guides and governs operations within AMPATH establishment.

**A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024**

AMPATH recognizes that, in addition to offering pay benefits, and a healthy working environment to employees, their emotional and social needs should also be catered for as they discharge their duties. Therefore, AMPATH management undertake social responsibility to promote welfare amongst its employees and ensures pursuance of a policies that addresses the various social and health challenges confronting employees in the workplace.

On hiring policies guiding the process and whether they take to account the gender ratio, we are guided by AMPATH Human Resource and Procedures Manual section two (2) under staff Planning, Recruitment, Selection and Placement. The document highlights our process flows which has always been administered and followed to the later and even periodically audited for compliance and some more improvements as required to the best HR practice. Our policies take in the stakeholder's engagement which appreciates our core values for the commitment to the tripartite academic mission: care, training and research coupled with mutual trust, respect and benefit.

Our policies are improved periodically to keep a breast with the changing labour market and other governing legislations. Currently we are on the progress of AMPATH Manual reviews under every department which shall be presented to the AMPATH Executive Committee in few weeks to come.

For improving skills and managing careers, AMPATH is guided by the HR Policies and Procedures Manual in section four (4) for training and governed by AMPATH scheme of service on career management.

In section ten (10) of AMPATH HR Policies and Procedures Manual, we are well guided on matters of Health, Safety and Welfare in compliance with Occupational Safety and Health Act,2007. We have an active Occupational Health and Safety Committee which oversees and ensure safety management at AMPATH as required. During the Month of October 2021, we had a combined safety audits on Quality, ISMS and OHS respectively.

Employee welfare is all about people management that is aimed at both staff and organization excellence in ensuring understanding of people's basic needs and behaviour in workplace. To get the best out of people who work with focus, transformative HR must take the practice of effective talent management to this new

arena of emerging issues that demands for better HR practice for an organization to survive.

In support of this report, all guiding policies and other necessary documentations are available and can be accessed through the Head of RSPO.

**iv. Market place practices-**

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

**1. Compliance:**

The Moi Teaching and Referral Hospital Supply Chain processes are governed by the Public Procurement and Asset Disposal Act, 2015 and the Public Procurement and Asset Disposal Regulations, 2020. This ensures that the Institution promotes competition, fairness, integrity, openness, transparency, accountability in a bid to gain and increase public confidence as is best practice.

**2. Reporting:**

The Institution reports to the Public Procurement Regulatory Authority who are mandated to monitor the application of the Procurement laws, rules, regulations, policies and procedures in respect of, or relating to public procurement. This is in line with the PPRA Circular No. 01/2016 of 16th December, 2016.

**3. Institutional Policy and Procedures:**

The Institution has Internal Standard Operating Policies and Procedures that highlights the expected timelines for Internal Processes which aims at reducing turnaround times. This improved service delivery and client satisfaction

**b) Responsible ethical practices**

Efforts to maintain ethical and anti- corruption practices and responsible political involvement.

1. The Institutions Corporate Service Delivery Charter which is visible to both staff and clients shares the necessary avenues to report to in case of a breach of poor

ethical behaviour. The avenues include reporting to the Hospital Management and/or the Commission on Administrative Justice.

2. Staff involved in Supply Chain Processes are required to adhere to a code of conduct that sets out values and clear guidance on expected behaviour and the breach thereof. This is in line with section 181 of the Public Procurement and Asset Disposal Act, 2015.
3. Potential Bidders are required to declare that they will not engage in corruption by sharing a sworn affidavit. Failure to this can form grounds for debarment during the bidding process. This is in line with section 52 of the Public Procurement and Asset Disposal Act, 2015.
4. Section 66 of the Public Procurement and Asset Disposal Act, 2015 which is the Legal Framework that governs the Institution clearly highlights that corrupt, coercive, obstructive, collusive, fraudulent practices and conflict of interest by either staff or potential bidders are an offence. This promotes staff personal and Institutional integrity as well as zero tolerance to corruption and corrupt practices

**c) Regulatory impact assessment**

We adhere to citizens and stakeholders' rights through implementation of annual citizen's service charters and customer satisfaction surveys.

**v. Community Engagements**

The Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya Project (PIC4C) was a Ministry of Health Project supported by World Bank piloting an integrated care for Hypertension, Diabetes, Cervical and Breast cancer at the primary care level. The project sites were Trans-Nzoia and Busia Counties with 33 and 40 health facilities respectively. The project focused on the design, execution and systematic monitoring of a pilot program for screening, early detection and treatment of the selected Four NCDs. This was done in the community and primary care levels complemented by cost effective referral linkages. The project led to the production of a model of care that is scalable and sustainable. It also ended with a full government report

that compiled all the tools developed and lessons learnt making it easy for other counties to access and apply these to scale up the community impact.

Lastly, one of the policy brief emanating from this work directly touched on community-based screening to allow access to early diagnosis.

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

The Chief Executive Officer of Moi Teaching and Referral Hospital and the Principal Investigator of The Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya Project are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year ended on June 30, 2024.

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

The Chief Executive Officer of Moi Teaching and Referral Hospital and the Principal Investigator of the Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Chief Executive Officer of Moi Teaching and Referral Hospital and the Principal Investigator of the Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2023, and of the Project's financial position as at that date. The Chief Executive Officer of Moi Teaching and Referral Hospital and the Principal Investigator of the Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

The Chief Executive Officer of Moi Teaching and Referral Hospital and the Principal Investigator of the Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

**A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024**

**Approval of the Project Financial Statements**

The Project financial statements were approved by the Chief Executive Officer of Moi Teaching and Referral Hospital and the Principal Investigator of the Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya on \_\_\_\_\_ 2024 and signed by:



\_\_\_\_\_  
Dr. Phillip K. Kirwa  
**CHIEF EXECUTIVE OFFICER**



\_\_\_\_\_  
Dr. Jemimah Kamano  
**PRINCIPAL INVESTIGATOR**



\_\_\_\_\_  
Mathews Birgen  
**ICPAK No: 3915**  
**DIRECTOR FINANCE**

# REPUBLIC OF KENYA

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



*Enhancing Accountability*

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

## REPORT OF THE AUDITOR-GENERAL ON A CASE STUDY ON INTEGRATED DELIVERY OF SELECTED NON-COMMUNICABLE DISEASES IN KENYA (PHGF GRANT NO.TFOA5636) FOR THE YEAR ENDED 30 JUNE, 2024 – MOI TEACHING AND REFERRAL HOSPITAL

---

### PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations is effective in the use of resources, or 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 FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya – Moi Teaching and Referral Hospital set out on pages 1 to 37 which comprise the statement of financial assets and

---

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya (PHDF Grant No. TFOA5636) for the year ended 30 June, 2024 - Moi Teaching and Referral Hospital*

liabilities as at 30 June, 2024 and the statement of statements of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya – Moi Teaching and Referral Hospital as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis and comply with the Financing Agreement No. PHGF Grant No. TF0A5636 dated 12 September, 2017 between the Republic of Kenya and International Bank for Reconstruction and Development/International Development Association and the Public Finance Management Act, 2012.

### **Basis for Opinion**

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Key Audit Matters**

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

### **Other Matter**

### **Unresolved Prior Year Matters**

In the audit report of the previous year, two (2) paragraphs were raised under the Report on Lawfulness and Effectiveness in Use of Public Resources. Management of the Project has explained that the issues were unresolved. Management has explained that they are awaiting disbursement from the National Treasury to be utilized in clearing pending staff payables.

### **Other Information**

### **Conclusion**

The Project Management is responsible for the other information set out on page iii to xxiv which comprise of Project Information and Overall Performance, statement of

Performance against Predetermined Objectives, Environmental and Sustainability Reporting, Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

### **Basis for Conclusion**

In connection with my audit on the A Case Study on integrated Delivery of Selected Non-Communicable Diseases in Kenya financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Undisbursed Project Grants**

As previously reported A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya Project (PIC4C) was a Ministry of Health Project supported by World Bank piloting an integrated care for Hypertension, Diabetes, Cervical and Breast Cancer at the primary care level in the Counties of Trans-Nzoia and Busia. The Project was for a duration of four (4) years from 28 February, 2018 to 31 January, 2022 with an approved budget of US\$2,500,000 equivalent to Kshs.267,389,977 using an average rate of \$1/Kshs.106.956.

Review of records indicate that as at the completion of the Project on 31 January, 2022, the World Bank (IDA) had disbursed the total amount of USD.2,500,000 (approximately Kshs.267,389,977) and the same had been deposited in the Project's Special Deposit Account at the Central Bank of Kenya. However, the total amount disbursed to the Project was USD.2,478,225 (approximately Kshs.265,061,011) leaving a balance of USD.21,669.40 (approx. Kshs.2,816,970) that is yet to be disbursed to the Project.

Review of correspondences indicate that World Bank, through its Project team leader, Kenya Country Office wrote an unreferenced letter to the Management of the Project on 18 January, 2024 acknowledging the closure of the project. In the letter, the Bank sought confirmation from the Project Management to report on whether the balance of US\$.21,669.40 was disbursed to the projects. However, based on the reported balance

in the bank accounts as reported on Note 11.1 of the financial statements, the amount yet to be disbursed

The continued withholding of the balance amounting Kshs.2,816,970 (US\$.21,699.40) may have impeded the Project's ability to discharge its obligations.

## **2. Pending Staff Payables**

As previously reported Annex 4(b) to the financial statements disclosed pending bills amounting to Kshs.2,318,966 being unpaid monthly salaries for the project staff for a period of six (6) months from August, 2021 to February, 2022. As at the time of conducting the audit in September, 2024, the bills had been pending for over twenty six (26) months contrary to Section 18(2) of the Employment Act, 2007 which states that : Subject to Sub-Section(1), wages or salaries shall be deemed to be due - (a) in the case of a casual employee, at the end of the day; (b) in the case of an employee employed for a period of more than a day but not exceeding one month, at the end of that period, (c) in the case of an employee employed for a period exceeding one month, at the end of each month or part thereof; (d) in the case of an employee employed for an indefinite period or on a journey, at the expiration of each month or of such period, whichever date is the earlier, and on the completion of the journey, respectively.

Further, the project management risks making nugatory payments arising from legal suits from employees for non-payment of their legally earned salaries and wages. In addition, non-payment or delayed payment of staff salaries and wages may damage the reputation of the Hospital and erode public trust in the Hospital.

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

The audit was conducted in accordance with ISSAIs 3000 and 4000. The Standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### **Conclusion**

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

### **Basis for Conclusion**

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

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

### **Conclusion**

As required by International Bank for Reconstruction and Development/International Development Association, I report based on my audit that 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 information given in the project management report on pages iii to xxiv is consistent with the financial statements.

### **Basis for Conclusion**

The Financing Agreement No. PHGF Grant No.TF0A5636 dated 12 September, 2017 between the Republic of Kenya and International Bank for Reconstruction and Development/International Development Association requires that I report on the legal or regulatory requirements, or on performance information disclosed. These matters require expressing a separate opinion as to the Project's compliance with laws and regulations. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

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

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management is aware of the intention to cease operations.

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

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

Those charged with governance are responsible for overseeing the Project's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes

and systems are in place to address key roles and responsibilities in relation to governance and risk management and ensuring the adequacy and effectiveness of the control environment.

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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the INTOSAI Framework of Professional Pronouncements (IFPP). The Framework requires that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with IFPP will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I also I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

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

**Nairobi**

**24 October, 2024**

**A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024**

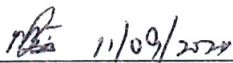
**7. Statement of Receipts and Payments for the year ended 30th June 2024.**

	Not e	Receipts and payments controlle d by the entity	Payme nts made by third parties	Total	Receipts and payment controlled by the entity	Payme nts made by third parties	Total	Cumulative to-date (From inception)
		2023-2024			2022-2023			
		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
<b>Receipts</b>								
Transfer from Government entities	1	-	-	-	-	-	-	-
Proceeds from domestic and foreign grants	2	-	-	-	-	-	-	265,061,010
Loan from external development partners	3	-	-	-	-	-	-	-
Miscellaneous receipts	4	2,316	-	2,316	-	-	-	12,317
<b>Total receipts</b>		<b>2,316</b>	<b>-</b>	<b>2,316</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>265,073,327</b>
<b>Payments</b>								
Compensation to employees	5	-	-	-	-	-	-	147,449,693
Purchase of goods and services	6	7,053	-	7,053	6,105	-	6,105	104,071,820
Social Security Benefits	7	-	-	-	-	-	-	-
Acquisition of non-financial assets	8	-	-	-	-	-	-	13,551,814
Transfers to other government entities	9	-	-	-	-	-	-	-
Other grants and transfers /payments	10	-	-	-	-	-	-	-
<b>Total payments</b>		<b>7,053</b>	<b>-</b>	<b>7,053</b>	<b>6,105</b>	<b>-</b>	<b>6,105</b>	<b>265,073,327</b>
<b>Surplus/ (deficit)</b>		<b>(4,737)</b>	<b>-</b>	<b>(4,737)</b>	<b>(6,105)</b>	<b>-</b>	<b>(6,105)</b>	<b>-</b>

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



Dr. Phillip K. Kirwa  
CHIEF EXECUTIVE OFFICER



Mathews Birgen  
ICPAK No: 3915  
DIRECTOR, FINANCE



Dr. Jemimah Kamano  
PRINCIPAL INVESTIGATOR

8. Statement of Financial Assets and Liabilities as at 30<sup>th</sup> June 2024

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>Financial Assets</b>			
Cash and Cash equivalents	11	-	4,737
Imprests and Advances	12	-	-
<b>Total Financial Assets (A)</b>			<b>4,737</b>
<b>Financial Liabilities</b>			
Third party Deposits and Retention	13	-	-
Total Financial Liabilities (B)		-	-
<b>Net Financial Assets (A-B)</b>		<b>-</b>	<b>-</b>
<b>Represented By</b>			
Fund Balance B/fwd.	14	4,737	10,842
Prior Year adjustments	15	-	-
Surplus/(Deficit) for the Year		(4,737)	(6,105)
<b>Net Financial Assets</b>		<b>-</b>	<b>4,737</b>

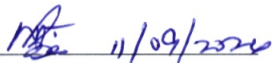
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on \_\_\_\_\_ 2024 and signed by:



Dr. Phillip K. Kirwa  
CHIEF EXECUTIVE OFFICER



Dr. Jemimah Kamano  
PRINCIPAL INVESTIGATOR



Mathews Birgen  
ICPAK No: 3915  
DIRECTOR, FINANCE

**9. Statement of Cash flows for the year ended 30<sup>th</sup> June 2024**

Description	Notes	2023-2024	2022-2023
		Kshs	Kshs
<b>Cashflow from operating activities</b>			
<b>Receipts</b>			
Transfer from government entities	1	-	-
Proceeds from domestic and foreign grants	2	-	-
Miscellaneous receipts	4	2,316	-
<b>Total receipts</b>		-	-
<b>Payments</b>			
Compensation of employees	5	-	-
Purchase of goods and services	6	7,053	6,105
Social security benefits	7	-	-
Transfers to other government entities	9	-	-
Other grants and transfers	10	-	-
<b>Total Payments</b>		<b>7,053</b>	<b>6,105</b>
<b>Net receipts/(payments)</b>		<b>(4,737)</b>	<b>(6,105)</b>
<b>Adjustments during the year</b>			
Prior year adjustments	15	-	-
Decrease/(increase) in accounts receivable	16	-	-
Increase/(decrease) in accounts payable:	17	-	-
<b>Net cash flow from operating activities</b>		<b>(4,737)</b>	<b>(6,105)</b>
<b>Cashflow from investing activities</b>			
Acquisition of non-financial assets	8	-	-
<b>Net cash flows from investing activities</b>		-	-
<b>Cash flow from financing activities</b>			
Proceeds from foreign borrowings	3	-	-
<b>Net cash flow from financing activities</b>		-	-
<b>Net increase in cash and cash equivalents</b>		<b>(4,737)</b>	<b>(6,105)</b>
<b>Cash and cash equivalent at beginning of the year</b>	<b>11</b>	<b>4,737</b>	<b>10,842</b>
<b>Cash and cash equivalent at end of the year</b>	<b>11</b>	<b>-</b>	<b>4,737</b>

**10. Statement of Comparison of Budget and Actual Amounts for the Year ended 30<sup>th</sup> June 2024**

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>Receipts</b>						
Transfer from Government entities	-	-	-	-	-	-
Proceeds from domestic and foreign grants	-	-	-	-	-	-
Proceeds from borrowings	-	-	-	-	-	-
Miscellaneous receipts	-	-	-	-	-	-
<b>Total Receipts</b>	-	-	-	-	-	-
<b>Payments</b>						
Compensation to employees	-	-	-	-	-	-
Purchase of goods and services	-	-	-	7,053	(7,053)	-
Social Security Benefits	-	-	-	-	-	-
Acquisition of non-financial assets	-	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-	-
Other grants and transfers	-	-	-	-	-	-
<b>Total Payments</b>	-	-	-	<b>7,053</b>	<b>(7,053)</b>	-
<b>Surplus or Deficit</b>	-	-	-	<b>(7,053)</b>	-	-

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

## **11. Significant Accounting Policies**

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

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

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

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

### **b) Reporting entity**

The financial statements are for A Case Study on Integrated Delivery of Selected Non-communicable Diseases in Kenya under the State Department of the Ministry of Health. The financial statements are for the reporting entity A Case Study on Integrated Delivery of Selected Non-communicable Diseases in Kenya as required by Section 81/Section 164 of the PFM Act, 2012 .

### **c) Reporting currency**

The financial statements are presented in Kenya Shillings (Kshs), the project's functional and reporting currency. All values are rounded to the nearest Kenya Shilling.

### **d) Recognition of receipts**

A Case Study on Integrated Delivery of Selected Non-communicable Diseases in Kenya recognizes all receipts from the various sources when the event occurs, and the related cash is received.

**Significant Accounting Policies (continued)**

**i) Transfers from the Exchequer**

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

**ii) External Assistance**

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

**iii) Other receipts**

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

**iv) Donations and grants**

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

**v) Proceeds from borrowing.**

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

**Significant Accounting Policies (continued)**

**vi) Undrawn external assistance**

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

**e) Recognition of payments**

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

**i) Compensation to employees**

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

**ii) Use of goods and services**

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

**iii) Interest on borrowing**

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

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

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

**Significant Accounting Policies (continued)**

**v) Acquisition of fixed assets**

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

**f) In-kind donations**

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

**g) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

**Significant Accounting Policies (Continued)**

**h) Restriction on cash**

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

**i) Imprests and Advances**

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

**j) Contingent Liabilities**

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships,

The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. **Annex 6** of this financial statement is a register of the contingent liabilities in the year.

**Significant Accounting Policies (Continued)**

**k) Contingent Assets**

*Moi Teaching and Referral Hospital* does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of *Moi Teaching and Referral Hospital* in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

**l) Pending bills**

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

**m) Budget**

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

**Significant Accounting Policies (Continued)**

the Project's actual performance against the comparable budget for the financial year/period under review has been *included in an annex to these financial statements*.

**n) Third party payments**

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

**o) Exchange rate differences**

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

**p) Comparative figures**

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

**q) Subsequent events**

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2024

**Significant Accounting Policies (Continued)**

**r) Prior period adjustments**

Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). Explanations and details of these prior period adjustments are presented in note 17 of these financial statements.

## 12. Notes to the Financial Statements

### 1. Transfers from Government entities

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

Description	2023-2024	2023-2023	Cumulative to-date (from inception)
	Kshs	Kshs	Kshs
<b><i>Counterpart funding through Ministry</i></b>			
Counterpart funds Quarter 1	-	-	-
Counterpart funds Quarter 2	-	-	-
Counterpart funds Quarter 3	-	-	-
Counterpart funds Quarter 4	-	-	-
<b>Total (See Annex 3)</b>	-	-	-
<b><i>Other transfers from government entities</i></b>			
Ministry	-	-	-
Ministry	-	-	-
Project	-	-	-
Agency	-	-	-
Total	=	=	=
Appropriations-in-Aid	-	-	-
<b>Total</b>	=	=	=

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

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

During the financial period to 30 June 2024, we did not receive any grants from donors as detailed in the table below.

Name of Donor	2023-2024						2022-2023	Cumulative to date
	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount	Total Amount	
			Kshs	Kshs	Kshs	Kshs	Kshs	
Grants Received from Multilateral Donors (International Organizations)								
World Bank		-	-	-	-	-	-	265,061,010

No funds were received in the FY2023-2024. Cumulatively, the NCD project received a total of Kshs. 265,061,010 as shown below.

World Bank	03/02/2020	\$499,975		-	-	-	50,382,480	50,382,480
World Bank	29/02/2020	\$489,125		-	-	-	51,857,064	51,857,064
World Bank	29/06/2020	\$446,000		-	-	-	47,494,540	47,494,540
World Bank	24/05/2021	\$543,125		-	-	-	58,586,926	58,586,926
World Bank	03/03/2022	\$500,000		-	-	-	56,740,000	56,740,000
<b>Total</b>		<b>\$2,478,225</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>265,061,010</b>	<b>265,061,010</b>

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

**3. Loan from External Development Partners**

During the financial period to 30 June 2024, we received funding from development partners in form of loans negotiated by the National Treasury as detailed in the table below:

Description	2023-2024					2022-2023	Cumulative to date
	Name of Donor	Date received	Amount in loan currency	Loans received in actual amount	Loans received as direct payment *	Total amount in Kshs	
		(Insert currency )	Kshs	Kshs	Kshs	Kshs	Kshs
Loans received from bilateral Donors (Foreign Governments)							
Insert name of foreign Government	-	-	-	-	-	-	-
Loans received from Multilateral Donors (International Organizations)							
Insert name of international organization	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-

Notes to the Financial Statements (Continued)

4. Miscellaneous receipts

Description	2023-2024			2022-2023	Cumulative to- date (from inception)
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total receipts	Total receipts	
	Kshs	Kshs	Kshs	Kshs	Kshs
Property income	-	-	-	-	-
Sales of goods and services	-	-	-	-	-
Administrative fees and charges	-	-	-	-	-
Fines, penalties, and forfeitures	-	-	-	-	-
Voluntary transfers other than grants	-	-	-	-	-
Other receipts not classified elsewhere*	2,316	-	2,316	-	12,317
<b>Total</b>	<b>2,316</b>	<b>-</b>	<b>2,316</b>	<b>-</b>	<b>12,317</b>

The NCD Project Account received **Kshs. 10,001** for **opening the account** and **Kshs. 2,316** for **account closure**.

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

**5. Compensation to Employees**

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total payments	Total payments	
-	Kshs	Kshs	Kshs	Kshs	Kshs
Basic salaries of permanent employees	-	-	-	-	-
Basic wages of temporary employees	-	-	-	-	112,782,559
Personal allowances paid as part of salary	-	-	-	-	-
Personal allowances paid as reimbursements	-	-	-	-	-
Personal allowances provided in kind	-	-	-	-	-
Pension and other social security contributions	-	-	-	-	-
Compulsory national social security schemes	-	-	-	-	621,379
Compulsory national health insurance schemes	-	-	-	-	1,768,064
Social benefit schemes outside government	-	-	-	-	-
Other personnel payments	-	-	-	-	32,277,691
<b>Total</b>	-	-	-	-	<b>147,449,693</b>

***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

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

**6. Purchase of Goods and Services**

Description	2023-2024			2022-2023	Cumulative to- date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Utilities, supplies and services	-	-	-	-	-
Communication, supplies and services	-	-	-	-	3,515,798
Domestic travel and subsistence	-	-	-	-	9,961,527
Foreign travel and subsistence	-	-	-	-	-
Printing, advertising, and information supplies	-	-	-	-	61,515
Rentals of produced assets	-	-	-	-	-
Training payments	-	-	-	-	12,123,545
Hospitality supplies and services	-	-	-	-	13,971,974
Insurance costs	-	-	-	-	151,702
Specialized materials and services	-	-	-	-	55,653,298
Other operating payments	7,053	-	7,053	6,105	7,137,303
Routine maintenance – vehicles and other transport equipment	-	-	-	-	1,495,159
Routine maintenance- other assets	-	-	-	-	-
Exchange rate losses/gains (net)	-	-	-	-	-
<b>Total</b>	<b><u>7,053</u></b>	<b><u>≡</u></b>	<b><u>7,053</u></b>	<b><u>6,105</u></b>	<b><u>104,071,820</u></b>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

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

**7. Social Security Benefits**

Description	2023-2024			2022-2023	Cumulative to- date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Government pension and retirement benefits	-	-	-	-	-
Social security benefits in cash and in kind	-	-	-	-	-
Employer social benefits in cash and in kind	-	-	-	-	-
<b>Total</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

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

**8. Acquisition of Non-Financial Assets**

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs.	Kshs.	Kshs	Kshs	Kshs
Purchase of buildings	-	-	-	-	-
Construction of buildings	-	-	-	-	-
Refurbishment of buildings	-	-	-	-	-
Construction of roads	-	-	-	-	-
Construction of civil works	-	-	-	-	-
Overhaul & refurbishment of construction and civil works	-	-	-	-	-
Purchase of vehicles & other transport equipment	-	-	-	-	-
Overhaul of vehicles & other transport equipment	-	-	-	-	-
Purchase of household furniture & institutional equipment	-	-	-	-	-
Purchase of office furniture & general equipment	-	-	-	-	5,962,894
Purchase of specialised plant, equipment and machinery	-	-	-	-	7,588,920
Rehabilitation & renovation of plant, equipment & machinery	-	-	-	-	-
Purchase of certified seeds, breeding stock and live animals	-	-	-	-	-
Research, studies, project preparation, design & supervision	-	-	-	-	-
Rehabilitation of civil works	-	-	-	-	-
Acquisition of strategic stocks	-	-	-	-	-
Acquisition of land	-	-	-	-	-
Acquisition of other intangible assets	-	-	-	-	-
<b>Total</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>	<b><u>13,551,814</u></b>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

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

**9. Transfers to other Government Entities**

During the financial period to 30 June 2024, we transferred funds to reporting government entities as shown below:

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Transfers to National/ County Government entities					
Ministry	-	-	-	-	-
Project	-	-	-	-	-
Department	-	-	-	-	-
Transfers to County Governments					
County	-	-	-	-	-
County	-	-	-	-	-
	-	-	-	-	-
<b>Total</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>	<b>≡</b>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

Notes to the Financial Statements (Continued)

10. Other Grants, Transfers and Payments

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Grants for scholarships	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

11. Cash And Cash equivalents

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank accounts (Note 11.1)	-	4,737
Cash in hand (Note 11.2)	-	-
Cash equivalents (short-term deposits) (Note 11.3)	-	-
<b>Total</b>	=	<u>4,737</u>

A Case Study on Integrated Delivery of Selected Non-communicable Diseases in Kenya had one project accounts spread within the project implementation area and one foreign currency designated accounts managed by the National Treasury as listed below:

## 11.1 Bank Accounts

### Project Bank Accounts

Details	2023-2024	2022-2023
	Kshs	Kshs
<u>Foreign Currency Accounts</u>		
Central Bank of Kenya [A/c No 1000354518]	\$21,699	\$21,699
Total Foreign Currency balances	<u>\$21,699</u>	<u>\$21,699</u>
<u>Local Currency Accounts</u>		
Kenya Commercial Bank [A/c No 1225719356]		4,737
Total local currency balances	=	<u>4,737</u>
Total bank account balances	=	<u>4,737</u>

Since the project's performance period expired in January 2022 and the account was accruing bank charges, the project account was closed in June 2024.

### Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30<sup>th</sup> June 2024 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

### Special Deposit Accounts Movement Schedule

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>(i) A/C Name [A/c No 1000354518]</b>		
Opening balance	\$21,699	\$21,699
Total amount deposited in the account	-	-
Total amount withdrawn (as per Statement of Receipts & Payments)	=	-
<b>Closing balance (as per SDA bank account reconciliation)</b>	<u>\$21,699</u>	<u>\$21,699</u>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

<i>attached)</i>		
<b>(ii) A/c Name [A/c No.....]</b>		
Opening balance (as per the SDA reconciliation)	-	-
Total amount deposited in the account	-	-
Total amount withdrawn (as per Statement of Receipts & Payments)	=	=
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	<b>=</b>	<b>=</b>

The Special Deposit Account reconciliation statement has been attached as *Annex 9* to support this closing balance.

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

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

**11.2 Cash in hand**

The NCD project does not operate a petty cashbook.

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>KShs</b>	<b>KShs</b>
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other locations ( <i>specify</i> )	-	-
<b>Total cash in hand balances</b>	<b>=</b>	<b>=</b>

**11.3 Cash equivalents (short-term deposits)**

The NCD project does not operate short term deposits.

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Kenya Commercial Bank [A/C No.....]	-	-
Co-Operative Bank of Kenya [A/C No.....]	-	-
Others ( <i>Specify</i> )	-	-
<b>Total</b>	<b>=</b>	<b>=</b>

**12. Imprests and Advances**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Government Imprests	-	-
Salary advances	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

Notes to the Financial Statements (Continued)

12.1: Breakdown of Imprests and Advances

Name of Officer or Institution	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance 2023-2024	Balance 2022-2023
	Kshs	Kshs	Kshs	Kshs	Kshs
Officer 1	-	-	-	-	-
Officer 2	-	-	-	-	-
Officer 3	-	-	-	-	-
Officer 4	-	-	-	-	-
Officer 5	-	-	-	-	-
Programme 1	-	-	-	-	-
Total	=	=	=	=	=

13. Third-Party Deposits and Retention

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Retention		-		-
Deposits		-		-
<b>Total</b>		-		-
<b>Ageing analysis:</b>	<b>2023-2024</b>	<b>% of the Total</b>	<b>2022-2023</b>	<b>% of the Total</b>
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-	%	-	%

***A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024***

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

**14. Fund Balance Brought Forward**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts	-	4,737
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Outstanding imprests and advances	-	-
Deposits and retention	-	-
<b>Total</b>	<b>-</b>	<b>4,737</b>

**A' Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024**

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

**15. Prior Year adjustment**

	Balance b/f FY2022-2023 (audited financial statements)	Adjustments	Adjusted balance b/f FY2022-2023
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Imprests and advances	-	-	-
Deposits and retentions	-	-	-
Others ( <i>specify</i> )	-	-	-
<b>Total</b>	-	-	-

**16. Changes in Accounts Receivables (Imprests and Advances)**

Description	2023-2024	2022-2023
	Kshs	Kshs
Opening Receivables as at 1 <sup>st</sup> July 2023	-	-
Closing account receivables as at 30 <sup>th</sup> June 2024	-	-
<b>Change in Imprests and advances</b>	-	-

**17. Changes in Accounts Payables (Deposits and Retention)**

Description	2023-2024	2022-2023
	Kshs	Kshs
Deposit and Retentions as at 1 <sup>st</sup> July 2023	-	-
Closing accounts payables as at 30 <sup>th</sup> June 2024	-	-
<b>Changes in deposit and retention</b>	-	-

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Other Important Disclosures**

**18. Pending Accounts Payable (See Annex 4A)**

	Balance b/f FY2022-2023	Additions for the year	Paid during the year	Balance c/f FY2023-2024
Description	Kshs	-	Kshs	Kshs
Construction of buildings	-	-	-	-
Construction of civil works	-	-	-	-
Supply of goods	-	-	-	-
Supply of services	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**19. Pending Staff Payables (See Annex 4B)**

	Balance b/f FY2022-2023	Additions for the year	Paid during the year	Balance c/f FY2023-2024
Description	Kshs	Kshs	Kshs	Kshs
Senior management	-	-	-	-
Middle management	-	-	-	-
Union employees	-	-	-	-
Others	2,318,966	-	-	2,318,966
<b>Total</b>	<b>2,318,966</b>	<b>-</b>	<b>-</b>	<b>2,318,966</b>

**20. Other Pending Payables (See Annex 4C)**

	Balance b/f FY2022-2023	Additions for the year	Paid during the year	Balance c/f FY2023- 2024
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	-	-	-
Amounts due to third parties	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Other Important Disclosures (Continued)**

**21. External Assistance**

	2023-2024	2022-2023
Description	Kshs	Kshs
External assistance received as grants	-	-
External assistance received as loans	-	-
External assistance received in kind- as payment by third parties	-	-
<b>Total</b>	-	-

*a). External assistance relating to loans and grants*

	2023-2024	2022-2023
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	-
<b>Total</b>	-	-

*b) Undrawn external assistance*

	Purpose for which the undrawn external assistance may be used	2023-2024	2022-2023
Description		Kshs	Kshs
Undrawn external assistance - loans		-	-
Undrawn external assistance - grants		-	-
<b>Total</b>		-	-

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Other Important Disclosures (Continued)**

*c) Classes of providers of external assistance*

	2023-2024	2022-2023
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
<b>Total</b>	-	-

*d. Non-monetary external assistance*

	2023-2024	2022-2023
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Goods	-	-
Services	-	-
<b>Total</b>	-	-

*e Purpose and use of external assistance*

<b>Payments made by third parties</b>	2023-2024	2022-2023
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Compensation to employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to other Government entities	-	-
Other grants and transfers	-	-
Social Security benefits	-	-
Acquisition of assets	-	-
Finance Costs including loan interest	-	-
Repayment of principal on domestic and foreign borrowing	-	-
Other payments	-	-
<b>Total</b>	-	-

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Other Important Disclosures (Continued)**

**f. External Assistance paid by third parties on behalf of A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya by Source**

	<b>2023-2024</b>	<b>2022-2023</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
<b>Total</b>	-	-

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Other Important Disclosures (Continued)**

**22. Payments By Third Party on Behalf of The Project**

This relates to payments done directly to supplier on behalf of the project such as; national government may fund the operation of health or education program; a donor may pay directly for construction of a given activity.

**22.1 Classification by Source**

	2023-2024	2022-2023
Description	Kshs	Kshs
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
<b>Total</b>	-	-

**22.2 Classification of payments made by Third Parties by Nature of expenses**

Payments made by third parties	2023-2024	2022-2023
Description	Kshs	Kshs
Compensation of employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to other government units	-	-
Other grants and transfers	-	-
Social security benefits	-	-
Acquisition of assets	-	-
Finance costs, including loan interest	-	-
Other payments	-	-
<b>Total</b>	-	-

**Other Important Disclosures (Continued)**

**23. Related Party Disclosures**

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

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

**Related party transactions:**

	2023-2024	2022-2023
	Kshs	Kshs
<b>Compensation to Key Management</b>		
Compensation to the program manager/ director	-	-
Key Management Compensation others (specify)	-	-
<b>Total Compensation to Key Management</b>	-	-
<b>Transfers to related parties</b>		
Transfers to other government entities	-	-
<b>Total Transfers to related parties</b>	-	-
<b>Transfers from related parties</b>		
Transfers from the Ministry/ department	-	-
Payments made on behalf of the project by other govt. entities	-	-
(Insert any other transfers received)	-	-
<b>Total Transfers from related parties</b>	-	-

**24. Contingent Liabilities**

Contingent liabilities	2023-2024	2022-2023
	Kshs	Kshs
Court case xxx against the project	-	-
Bank guarantees in favour of other govt. entities	-	-
Contingent liabilities arising from PPPs/ donor agreements	-	-
<b>Total</b>	-	-

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**13. Annexes**

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

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
1.	Undisbursed Project Grants	As evidenced by the letter (REF: ELD/MTRH/FIN/3/3/VOL.IV/2017), previous attempts have been made through the Ministry of Health to The National Treasury & Economic Planning to have the funds released. Additionally, we are persistently pursuing the release of the outstanding sum through the Ministry of Health by having it included in the next supplementary budget.	Unresolved	
2.	Pending Staff Payables	The pending staff bill is as a result of the undisbursed funds; however, this will be paid once we receive the funds from The National Treasury and Economic Planning.	Unresolved	



Dr. Phillip K. Kirwa  
**CHIEF EXECUTIVE OFFICER**



Dr. Jemimah Kamano  
**PRINCIPAL INVESTIGATOR**



Mathews Birgen  
**ICPAK No: 3915**  
**DIRECTOR FINANCE**

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Annex 2: Variance explanations - Comparative Budget and Actual amounts for 2023-2024**

	<b>Final Budget</b>	<b>Actual on Comparable Basis</b>	<b>Budget Utilization Difference</b>	<b>% of Utilization</b>	<b>Comments on Variance (below 90% and over 100%)</b>
	<b>a</b>	<b>b</b>	<b>c=a-b</b>	<b>d=b/a %</b>	
<b>Receipts</b>					
Transfer from Government entities	-	-	-	-	
Proceeds from domestic and foreign grants	-	-	-	-	
Proceeds from borrowings	-	-	-	-	
Miscellaneous receipts	-	-	-	-	
<b>Total Receipts</b>	-	-	-	-	
<b>Payments</b>					
Compensation of employees	-	-	-	-	
Purchase of goods and services	-	7,053	(7,053)	-	
Social security benefits	-	-	-	-	
Acquisition of non-financial assets	-	-	-	-	
Transfers to other government entities	-	-	-	-	
Other grants and transfers	-	-	-	-	
<b>Total payments</b>	-	<b>7,053</b>	<b>(7,053)</b>	-	

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

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

Project Name:				
Break down of transfers from the State Department of ..				
<b>a.</b>	<b>Government Counterpart funding</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			-	
			-	
		<b>Total</b>	-	
<b>B.</b>	<b>Direct payments</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			-	
		<b>Total</b>	-	
<b>C.</b>	<b>Others</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			-	
		<b>Total</b>	-	
		<b>Total (A+B+C)</b>	-	

The above amounts have been communicated to and reconciled with the Parent Ministry/ State Department

Project Coordinator  
entity

Sign -----

Head of Accounting Unit  
Ministry

Sign-----

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

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

Supplier of Goods or Services	Date Contracted/ invoiced.	Original Amount	Amount Paid To-Date	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
		<b>A</b>	<b>b</b>	<b>c=a-b</b>		
Construction of buildings						
1.						
2.						
<b>Sub-Total</b>						
Construction of civil works						
3.						
4.						
<b>Sub-Total</b>						
Supply of goods						
5.						
6.						
<b>Sub-Total</b>						
Supply of services						
7.						
8.						
<b>Sub-Total</b>						
<b>Grand Total</b>						

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Annex 4b: Analysis of Pending: Staff Bills**

Name of Staff	Job Group	Date Payable Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
<b>Permanent Employees - Management</b>							
1.							
2.							
<b>Sub-Total</b>							
<b>Permanent Employees – Others</b>							
3.							
4.							
<b>Sub-Total</b>							
<b>Temporary employees</b>							
5.		30.06.2022	2,318,966	-	2,318,966	2,318,966	The project is yet to receive \$21,699.40 for The National Treasury and Planning
6.							
<b>Sub-Total</b>			<b>2,318,966</b>	<b>-</b>	<b>2,318,966</b>	<b>2,318,966</b>	
<b>Others (specify)</b>							
7.							
8.							
<b>Sub-Total</b>							
<b>Grand Total</b>							

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Annex 4c: Analysis of other Pending Payables**

Name	Brief Description	Date Payable Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
<b>Amounts due to National Govt Entities</b>							
1.							
2.							
<b>Sub-Total</b>							
<b>Amounts due to County Govt Entities</b>							
3.							
4.							
<b>Sub-Total</b>							
<b>Amounts due to Third Parties</b>							
5.							
6.							
<b>Sub-Total</b>							
<b>Others (specify)</b>							
7.							
8.							
<b>Sub-Total</b>							
<b>Grand Total</b>							

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Annex 5: Summary of Fixed Assets Register**

The project ended on 30<sup>th</sup> January 2022. Assets procured were disposed and transferred to Busia and Trans Nzoia Counties.

Asset class	Opening Cost (KShs) 2023/24 (a)	Donations in form of assets (KShs) 2023/24 (b)	*Purchases/ Additions in the Year (KShs) 2023/24 (c)	**Disposals in the Year (KShs) 2023/24 (d)	Transfers in/(out) Kshs 2023/24 (d)	Closing Cost (KShs) 2024 (e)= (a)+ (b)+c)- (d)+(-)d
Land						
Buildings and structures						
Transport equipment						
Office equipment, furniture and fittings						
ICT Equipment,						
Other Machinery and Equipment						
Heritage and cultural assets						
Biological assets						
Infrastructure assets roads, rails						
Intangible assets						
Work in Progress						
<b>Total</b>						

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Annex 6: Contingent Liabilities Register**

	Nature of contingent liability	Remarks
1		
2		
3		
4		
5		
6		
7		
8		
9		
10		

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**Annex 7: Reporting of Climate Relevant Expenditures**

Project Name	Project Description	Project Objectives	Project Activities	Project				Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		

*A Case Study on Integrated Delivery of Selected Non-Communicable Diseases in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2023*

**Annex 8: Reporting Disaster Management Expenditure**

<b>Column I</b>	<b>Column II</b>	<b>Column III</b>	<b>Column IV</b>	<b>Column V</b>	<b>Column VI</b>	<b>Column VII</b>
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

**Annex 9: Other Support Documents**

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations statement as at 30<sup>th</sup> June 2024
- iii. Board of Survey Report
- iv. Special Deposit Account(s) reconciliation statement(s)
- v. GOK IFMIS comparison Trial Balance (*Where applicable*)
- vi. Project Report

Posted Bank Reconciliation.

RECONCILIATION AS AT: 6/20/2024

AMPATH\SWANYELA

Bank Code:

KCB0010

Bank Account No.

1225719356

Bank Name:

MTRH -NCD PROJECT

---

Bank Account balance as per Cash Book:	0.00
Add:Unpresented cheques as per list:	0.00
Less:Uncredited Banking as per list:	0.00
Reconciled Cash Book Balance:	0.00
Balance as per bank statement:	0.00

---

---

Approvals:

Checked By: Siza Kfanyela

Date: 4<sup>th</sup> July 2024

Signature: [Signature]

Approved By: Jaum Koyu

Date: 4/07/2024

Signature: [Signature]

---