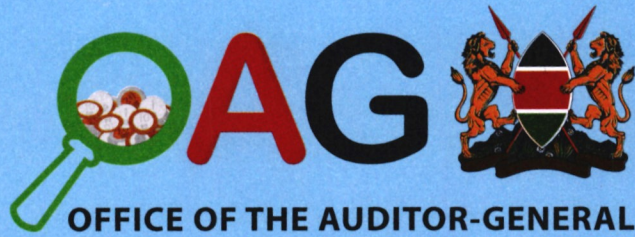


REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

OF

DATE: 07 DEC 2023

DAY

Others

TABLED
BY:

Hon Owen Baya CBS, MP
Deputy majority Leader
A. Sentenke



THE AUDITOR-GENERAL

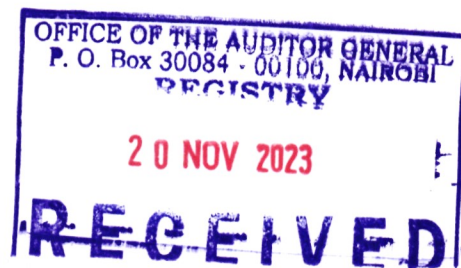
ON

**UPGRADING OF "GILGIL MACHINERY"
ROAD PROJECT**

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

KENYA RURAL ROADS AUTHORITY

*Upgrading of Gilgil-Machinery Road Project
Annual Reports and Financial Statements For the financial year ended 30 June, 2023*



Upgrading of “Gilgil Machinery” Road Project

Kenya Rural Roads Authority

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED

30 JUNE, 2023



Arab Bank for Economic Development in Africa

Together for Africa

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

Upgrading of Gilgil-Machinery Road Project
Annual Reports and Financial Statements For the financial year ended 30 June, 2023



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1. ACRONYMS AND GLOSSARY OF TERMS

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
Comparative FY	Financial year preceding the current financial year.
BADEA	Arab Bank for Economic Development in Africa

2. PROJECT INFORMATION AND OVERALL PERFORMANCE

2.1 Name and registered office

Name

The project's official name is Upgrading of the "Gilgil-Machinery" Road Project.

Objective

The overall objective of the project is to contribute to economic and social development of Kenya, develop the public transport sector, develop, expand and integrate the road network with the capital Nairobi and link administrative towns and villages.

Address

The project headquarters offices are Nairobi, Nairobi County, Kenya.

The address of its registered office is:

Kenya Rural Roads Authority,
Block B, Barabara Plaza, Off Msa Rd
Opposite KCAA Building Along Airport South Rd, JKIA
P.O. Box 48151-00100 Nairobi

Contacts: The following are the project contacts

Telephone: (254) (20) 2710464/0724735568/0733619197

E-mail: dg@kerra.go.ke

Website: www.kerra.go.ke

2.2 Project Information

Project's Loan Signature Date:	The loan signature date was 25th May, 2016
Loan Effective Date:	The Loan was declared effective on 11th May, 2017
Original Project Loan End Date:	The original project end date is 30th June, 2019
Revised Project Loan End Date:	Loan Extension Agreement (D L.A./000783) was issued, extending the Loan Closing Date to 30th June, 2024 .
Project Coordinator:	The Project Coordinator is Eng. Kennedy O. Nyakuti
Project Accountant:	The Project Accountant is CPA. Pauline N. Kahwai
Project Sponsor:	The Project Sponsors are Government of Kenya (GOK) (contributing 33.15%) and Arab Bank for Economic Development in Africa (BADEA) (contributing 66.85% of the Roadworks Cost). <ul style="list-style-type: none"> • BADEA contribution USD 11.0Million • GOK Contribution USD 4.0 Million TOTAL Funding USD 15.0Million

2.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of Kenya Rural Roads Authority, which falls under the State department of Infrastructure of the Ministry of Roads and Transport.
Strategic goals of the project	The project aims at improving 23 Kilometers of Gilgil - Machinery Road (D390) to bitumen standards.
Achievement of strategic goals	An overall achieved weighted progress for permanent works is 97% against a projected revised programme of 100%.

<p>Other important background information of the project</p>	<p>The loan agreement required that the Implementing agency form a project implementation unit. This condition was fulfilled with the appointment of a Project Coordinator and an Accountant. The project is managed by a Project Implementation Unit (PIU) composed of a Civil Engineer and an Accountant as specified in Article III Section 3.03 of the Financing Agreement. Currently, Eng. K.O. Nyakuti and CPA Pauline N. Kahwai were appointed as the Project Coordinator and Project Accountant respectively. The project road length is approximately 23km long and traverses Nakuru and Nyandarua Counties with 5km being in Nakuru County and 18km being in Nyandarua County. The project road starts in Gilgil Town, on road C77 (Gilgil – Nyahururu), to the Njabini –Ol Kalou (C69) which was constructed with funding from BADEA. The project road is currently to gravel standard and traverse through generally a rolling/hilly terrain.</p>
<p>Current situation that the project was formed to intervene</p>	<p>The project was formed to intervene in the following areas:</p> <ul style="list-style-type: none"> (i) Linking of administrative towns and villages (ii) Infrastructure development
<p>Project duration</p>	<p>The project civil works construction started on 4th May, 2019 and is expected to run until 30th June, 2024 with a 12-month Maintenance Period.</p>

2.4 Bankers

The following are the bankers for the current year:

KCB Bank LTD

Kencom House, Moi Avenue Branch,
P.O. Box 48400-00100,
Nairobi Kenya.
KeRRA BADEA Funds Account-1259504255

2.5 Auditors

The project is audited by:

The Auditor General

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

2.6 Roles and Responsibilities

The role and the positions of the officers managing the project are as follows:

Name and Contact Details	Title designation	Key qualification	Responsibilities
Eng. Philemon K. Kandie(MBS) +254 (20) 2710464 dg@kerra.go.ke	Director General	Bsc. Hons., MIEK, P. Eng, MSc.	Accounting Officer
Eng. J. K. Magondu +254 (20) 2710464 jackson.magondu@kerra.go.ke	Director Development	<i>BSc., MIEK, P.Eng, M(IBL), A(CLArb-UK)</i>	Engineer
Eng. Kennedy O. Nyakuti +254 (20) 2710464 kennedy.nyakuti@kerra.go.ke	Project Coordinator	<i>BSc MIEK, P.Eng</i>	Coordination of the activities of the project.
CPA Pauline N. Kahwai +254 (20) 2710464 pauline.kahwai@kerra.go.ke	Project Accountant	<i>B.Com,ICPAK, CPA(K)Msc(Fin)</i>	Assisting in Coordination of the activities of the project.

2.7 Funding Summary

The Project duration is eight (8) years from 2017 to 2024 with an approved budget of USD 15,000,000 as highlighted in the table below:

Below is the funding summary:

A. Source of Funds

Source of Funds	Donor Commitment		Amount Received as at 30 th June 2023		Undrawn Balance as at 30 th June 2023	
	USD (A)	Kshs (A')	USD (B)	Kshs (B')	USD (A)-(B)	Kshs (A')-(B')
GRANT SUMMARY						
(i) Loan-Arab Bank for Economic Development in Africa (BADEA)	11,000,000	1,100,000,000	10,898,862	1,102,746,824	101,138	(2,746,824)
Total Grants	11,000,000	1,100,000,000	10,898,862	1,102,746,824	101,138	(2,746,824)
LOAN SUMMARY						
COUNTERPART FUNDS SUMMARY						
(ii) Counterpart Funds						
Government of Kenya	4,000,000	400,000,000	1,606,049	162,500,000	2,393,951	237,500,000
Total GoK Counterpart	4,000,000	400,000,000	1,606,049	162,500,000	2,393,951	237,500,000
Total Funding Summary	15,000,000	1,500,000,000	12,504,910	1,265,246,824	2,495,090	234,753,176

1 usd/101.18

*Upgrading of Gilgil-Machinery Road Project
Annual Reports and Financial Statements For the financial year ended 30 June, 2023*

B. Application of Funds

	Donor currency		Kshs	Cumulative Amount paid to date – (30 th June 2023	(30 th June 2023	
	(A)	(A')			(A)-(B)	Kshs (A')-(B')
(i) Loan		USD	Kshs			
Loan-Arab Bank for Economic Development in Africa (BADEA)	11,027,468		1,102,746,824	1,102,746,824	-	-
(ii) Counterpart funds						
Government of Kenya	1,625,000		162,500,000	159,755,739	27,443	2,744,261
Total	12,652,468		1,265,246,824	1,262,502,563	27,443	2,744,261

2.8 Summary of Overall Project Performance:

During the financial year, the project absorbed 76% of its approved budget.

The absorption rate for each year since the commencement of the project is as follows:

Year	2019/20	2020/21	2021/22	2022/23
Absorption	55%	62%	58%	76%

The project has faced the following implementation challenges:

- Delay in relocation of utility services.
- Challenges of obtaining approval of exemption from taxes of materials to be utilized in execution of the project from the National treasury.
- Climate changes causing heavy rains thus delay bridge construction.
- Delay in disbursement of exchequer funding

2.9 Summary of Project Compliance:

The Project has ensured that all the activities comply with the laws of the Republic of Kenya and that all regulations and procedures have been followed. The project has therefore fully complied with both the financing agreement and other statutory requirements.

3. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETERMINED OBJECTIVES

Introduction

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

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

- i) Link administrative towns and villages.
- ii) Expand and integrate the road network with the capital Nairobi.
- iii) Contribute to economic and social development of the area.

4. ENVIRONMENTAL AND SUSTAINABILITY REPORTING

KeRRA has an environmental Policy that governs project implementation to ensure adherence to environmental and social safeguards. The policy is aimed at environmental and social stewardship.

1. Sustainability strategy and profile

To ensure sustainable development of the project and its continued safe use, the project held several community outreach programmes to get user buy in at the commencement of the project. Participation of the community during construction phase has also been carried out. Other community activities include HIV/AIDS, substance abuse guiding and counselling. The integration environmental and social concerns in the implementation strategy of the project will enhance environmental practices amongst all stakeholders. This will ultimately enhance sustainable development of the project. The proposed project will enhance the social-economic well-being of the local community as well as the whole country.

2. Environmental performance

KeRRA's Environmental Policy is built on commitments made in its Mission Statement and Values on Environmental and Social Stewardship. The core values are seven (7). The Authority has committed to update the Environment policy in consultation with stakeholders and staff.

The project has strived adhere to all environmental and other statutory requirements as far as the environment is concerned. This include and not limit to:

- i) Obtaining project environmental licence
- ii) Rehabilitating exhausted material sites and carrying out environmental audits before closing them
- iii) Managing waste in the prescribed manner as stated in the licence
- iv) Clearing only the required corridor for construction purposes in order to protect adjacent biodiversity
- v) Grassing of side slopes to minimise erosion
- vi) Installation of scour checks to mitigate against erosion and siltation of streams and rivers
- vii) Embarked on a safety awareness campaign to mitigate against wrong use of the road post construction

3. Employee welfare

The project employs both technical and non-technical staff from the project local area. It's only the technical staff where the expertise is not found in the community that the project employs externally. The employees are engaged through competitive public recruitment at the local county administrative centres. The employees are remunerated as guided by the most current gazetted wages in the Collative Bargaining Agreement.

The project has offered several internships and attachments to students who have completed their courses and those continuing with their studies respectively. The Authority has a Human Resource Manual which guides compliance with all labour laws and international treaties.

4. Market place practices-

a) Responsible Supply chain and supplier relations-

The project consultant and contractor were procured through open tender making the procurement competitive. The organisation has sustained payments of all obligations arising out of the two contracts. However, payments have faced some challenges due to lengthy disbursement and insufficient exchequer releases

b) Responsible ethical practices

The internal audit department has been organising trainings through Ethics and anticorruption commission (EACC) for the staff to create awareness among staff and stakeholders.

c) Regulatory impact assessment

The project is adhering to all statutory and regulatory requirements. This is through complying with all statutes and regulations and filing the required documents. Further, all grievances raised are addressed as promptly as possible.

5. Community Engagements

The project does not have a direct CSR component. However, the community benefits through outreach programme for HIV/AIDS and Road Safety from well researched experts.

5. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Director General Kenya Rural Roads Authority and the **Project Coordinator** 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 (period) ended on June 30, 2023.

This responsibility includes:

- i. Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the project.
- ii. 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.
- iii. Safeguarding the assets of the project.
- iv. Selecting and applying appropriate accounting policies.
- v. Making accounting estimates that are reasonable in the circumstances.

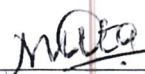
The Director General Kenya Rural Roads Authority and the Project Coordinator accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Director General Kenya Rural Roads Authority and the Project Coordinator are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the Financial year ended June 30, 2023, and of the Project's financial position as at that date. They further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

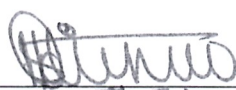
The Director General Kenya Rural Roads Authority and the Project Coordinator confirm that the Project has complied fully with the applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project financial statements

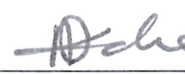
The Project and Financial Statement were approved and Signed on 28th September, 2023 by;



Deputy Director (F& A)
CPA Matilda Wakere Ita
ICPAK Member Number: 5469



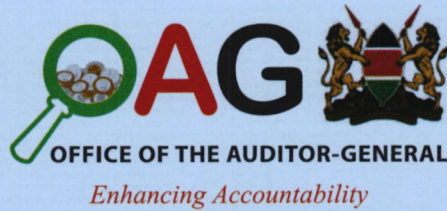
Project Coordinator
Eng. Kennedy Nyakuti



Director General
Eng. Philemon Kandie MBS

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON UPGRADING OF “GILGIL MACHINERY” ROAD PROJECT FOR THE YEAR ENDED 30 JUNE, 2023 - KENYA RURAL ROADS AUTHORITY

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 Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Upgrading of “Gilgil Machinery” Road Project set out on pages 1 to 20, which comprise of the statement of financial assets

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Upgrading of "Gilgil Machinery" Road Project as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and the Public Finance Management Act, 2012 and comply with the Financing Agreement dated 25 May, 2016 between the Arab Bank for Economic Development in Africa (BADEA) and the Government of the Republic of Kenya.

Basis for Qualified Opinion

Irregular Charge of Interest on Delayed Payments

The statement of receipts and payments reflect road works expenditure controlled by the entity totalling to Kshs.24,682,041 and as disclosed in Note 3 to the financial statements. However, review of special Interim payment certificate No.11, revealed that Kshs.1,414,163 was paid to a contractor for a period up to December, 2021 as interest on late payment. In accordance with the provision of the contract, interest on delayed payments is payable on local component by Government of the Republic of Kenya. Had the Management paid the contractor as stated in the contract agreement, the loss of Kshs.1,414,163 could have been avoided. No explanation was provided for failure to adhere to the contract agreement.

In the circumstances, the interest payment of Kshs 1,414,163 was an irregular charge to public funds.

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

Key Audit Matters

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

Other Matter

1. Delay in the Disbursement of Government Counterpart Funding

As previously reported, the statement of receipts and payments, reflects a loan amount from development partner of Kshs.436,429,128 and Kshs.25,000,000 as counterpart funding from the Government of the Republic of Kenya. The total cumulative counterpart funding from the Government of Kenya was Kshs.162,500,000 which represents 41% of the total counterpart financing projection of Kshs.400,000,000. With the expected closing date of the project set at 30 July, 2024, it is doubtful that the counterpart financing balance of Kshs.237,500,000 or 59% will be disbursed to the Project activities before closure date.

In the circumstances, failure to finance the Project activities as planned may affect the operations resulting to delayed implementation and the likelihood of pending bills.

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, Management has not indicated how each of the issues raised in the previous year Auditor General's report, was resolved, including the information required under the prescribed reporting format.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Delayed Completion of the Road Project

Review of Project documents revealed that the Management entered into a contract with the Contractor for upgrading to bitumen standard of Gilgil-Machinery Road at a contract sum of Kshs.1,476,491,036 on 06 February, 2019 for a period of 24 months ending on 04 May, 2021.

However, due to the delays in implementation of the project, the employer awarded a 14-months extension of time to the Contractor with the revised date of completion being 12 July, 2022. Further, the Contractor applied for further extension of time with the revised date of completion being 30 July, 2024 as a result of delays due to default in payments of interim certificates.

Physical verification carried out in November, 2023 revealed that the Contractor was not on site and had suspended the works due to delay of payments by the Government component.

In the circumstances, value for money realized from the Project could not be confirmed.

2. Failure to Settle Pending Bills

Annex 3 to the financial statements reflects pending bills balance of Kshs.336,474,268 that were not settled in the year under review but were carried forward to 2023/2024 financial year. This was contrary to Section 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that debt service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the Government does not default on debt obligations.

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

3. Lack of Itemised Budget

The budget presented for audit review lacked details and itemization per component which hinders the assessment of financial performance and resource allocation within the Authority. This was contrary to International Public Sector Accounting Standards (IPSAS) 24 which provides guidance on how budgetary information should be presented and disclosed, including the itemization of budgetary amounts.

In the circumstances, the Management did not comply with provisions of Public Sector Accounting Standards in the preparation and presentation of the budget.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective

processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the Arab Bank for Economic Development in African (BADEA), I report based on my audit, that:

- i. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii. In my opinion, adequate accounting records have not been kept by the Project, so far as appears from the examination of those records; and,
- iii. The Project's financial statements are not in agreement with the accounting records and returns.

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Project's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Project to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.



CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

17 November, 2023

7. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2023

Description	Note	FY 2022/2023			FY 2021/2022		Cumulative to Date
		Receipts and payments controlled by the entity Kshs	TOTAL Kshs	Receipts and payments Made by third parties Kshs	Receipts and payments controlled by the entity Kshs	Receipts and payments Made by third parties Kshs	
RECEIPTS							
Receipts from Government of Kenya	1	25,000,000	25,000,000	-	50,000,000	-	162,500,000
Partner	2	-	-	436,429,128	436,429,128	414,210,668	1,102,746,825
Total Receipts		25,000,000	25,000,000	436,429,128	436,429,128	414,210,668	1,265,246,825
PAYMENTS							
Consultancy	3	-	-	26,153,806	26,153,806	51,274,906	94,791,861
Road Works Expenditure	3	24,682,041	24,682,041	436,429,128	436,429,128	362,935,762	1,167,680,018
Other operating costs	4	9,198	9,198	-	7,092	-	30,685
Total Payments		24,691,239	24,691,239	-	49,189,476	414,210,668	1,262,502,564
Surplus/Deficit		308,761	308,761	-	810,524	(0)	2,744,261

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

Deputy Director (F & A)

CPA Matilda Wakere

ICPAK Member Number: 5469

Project Coordinator

Eng. Kennedy Nyakuti


Director General

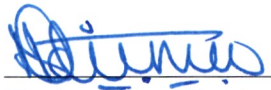
Eng. Philemon K. Kandie MBS


8. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2023

	Note	2022/2023	2021/2022
			Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	5a	16,798,597	13,984,599
Total Cash and Cash Equivalents		16,798,597	13,984,599
FINANCIAL LIABILITIES			
Deposits & Retention Monies	6	14,054,337	11,549,100
NET ASSETS		2,744,260	2,435,499
REPRESENTED BY			
Fund balance brought forward	7	2,435,499	1,624,975
Surplus/(Deficit) for the year		308,761	810,524
Net Financial Position		2,744,260	2,435,499

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 28th September, 2023 and signed by:


Deputy Director (F &A)
 CPA Matilda Wakere
 ICPAK Member Number: 5469



Project Coordinator
 Eng. Kennedy Nyakuti


Director General
 Eng. Philemon Kandie MBS

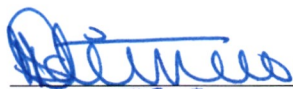
9. STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2023

	Note	2022/2023	2021/2022
		Kshs	Kshs
Cash flow from operating activities			
Receipts from Government of Kenya	1	25,000,000	50,000,000
Loan from development partner	2	436,429,128	414,210,668
Total Receipts		461,429,128	464,210,668
Payments for operating activities			
Road Works Expenditure(Acquisition of non-financial assets), Consultancy& bank Charges	3 & 4	(461,120,367)	(463,400,144)
Total Payments		(461,120,367)	(463,400,144)
Adjustments during the year			
Increase/(decrease) in accounts payable:	6	14,054,337	11,549,100
Net Cash flow from operating activities		308,761	12,359,624
Cash flow from borrowing activities			
Proceeds from foreign borrowings		(436,429,128)	-
Net Cash flow from borrowing activities			-
Net increase in cash and cash equivalents		308,761	12,359,624
Cash and cash equivalents at the beginning of the year	5b	13,984,600	1,624,976
Prior Year Adjustment		(11,549,100)	
Cash and cash equivalents at the end of the year	5a	2,744,261	13,984,600

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 28th September, 2023 and signed by:



Deputy Director (F&A)
CPA Matilda Wakere
ICPAK Member Number: 5469



Project Coordinator
Eng. Kennedy Nyakuti



Director General
Eng. Philemon Kandie MBS

10. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

Financial Year Ended 30th June 2023							
Consolidated	Original Budget A	Adjustments B	Final Budget C=a+b	Actual on comparable basis D	Budget Utilisation Variance E=c-d	% of Utilisation F=d/c%	
Receipts/Payment Item							
RECEIPTS							
Receipts from Government of Kenya	100,000,000	(75,000,000)	25,000,000	25,000,000	-	100%	
Loan from development partner	505,000,000	(68,570,872)	436,429,128	436,429,128	(0)	100%	
Total receipts	605,000,000	(143,570,872)	461,429,128	461,429,128	(0)	100%	
PAYMENTS							
Consultancy services	100,000,000	(73,846,194)	26,153,806	26,153,806	0	100%	
Road works	505,000,000	(70,033,438)	434,966,562	434,966,562	0	100%	
Total Payments	605,000,000	(143,879,632)	461,120,368	461,120,367	1	100%	

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



Deputy Director (F&A)
CPA Matilda Wakere
ICPAK Member No: 5469



Project Coordinator
Eng. Kennedy Nyakuti



Director General
Eng. Philemon K. Kandie MBS

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 The Gilgil- Machinery BADEA under the State Department of Ministry Of Transport Infrastructure Housing and Urban Development . The financial statements are for the reporting entity Gilgil-Machinery BADEA as required by Section 81 of the PFM Act, 2012 .

c) Reporting currency

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

d) Recognition of receipts

The improvement of Rural Roads and Market Infrastructure in Western Kenya recognises all receipts from the various sources when the event occurs, and the related cash has actually been received.

i) Transfers from the Exchequer

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

ii) External Assistance

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

Significant Accounting Policies (Continued)

iii) Other receipts

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

iv) Donations and grants

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

v) Proceeds from borrowing

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

vi) Undrawn external assistance

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

e) Recognition of payments

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

i) Compensation to employees

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

Significant Accounting Policies (Continued)

ii) Use of goods and services

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

iii) Interest on borrowing

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

iv) Repayment of borrowing (principal amount)

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

v) Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

f) In-kind donations

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

Significant Accounting Policies (Continued)

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.

h) Restriction on cash

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

i) Imprests and Advances

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

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:

Significant Accounting Policies (Continued)

- i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
- ii) The amount of the obligation cannot be measured with sufficient reliability.

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

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

Annex 5 of this financial statement is a register of the contingent liabilities in the year.

k) Contingent Assets

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

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.

Significant Accounting Policies (Continued)

m) Budget

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

n) Third party payments

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

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 past dates of the transactions as per the agreement terms and condition. Any foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statements of receipts and payments.

Significant Accounting Policies (Continued)

p) Comparative figures

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

q) Subsequent events

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

r) Prior period adjustments

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.

12. NOTES TO THE FINANCIAL STATEMENTS

1. RECEIPTS FROM GOVERNMENT OF KENYA

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

Description	2022-23	2021/22	Cumulative to date (From Inception)
	KShs	KShs	KShs
Counterpart funding through Ministry of Transport and Infrastructure			
Quarter 1	25,000,000	25,000,000	162,500,000
Quarter 2		-	
Quarter 3		25,000,000	-
Quarter 4		-	
Total (See Annex 2)			
Total	25,000,000	50,000,000	162,500,000

2. LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

During the year Ended to 30th June, 2023 we received funding from development partners in form of loans negotiated by the National Treasury donors as detailed in the table below:

Name of Donor	Amount in loan currency	Loans received as revenue	Loans received as direct payment 2022/23	Total Amount in Kshs	Total Amount in Kshs
	KShs	KShs	KShs	KShs	2021/22
Loans Received from Multilateral Donors (BADEA)					
BADEA	-	-	436,429,128	436,429,128	414,210,668
Total	-	-	436,429,128	436,429,128	414,210,668

3. ROADWORKS EXPENDITURE

ROADWORK EXPENDITURE	2022/23 Payments made by the Entity	2022/23 Payment s made by third parties	2021/22 Payments made by the Entity	2021/22 Payments made by third parties	Cummulative
Construction of Roads	24,682,041	410,275,323	49,182,384	414,210,668	1,141,526,213
Consultancy	-	26,153,805.60		51,274,306.40	94,791,860.80
	24,682,041.00	436,429,128.34	49,182,384	465,484,975	1,236,318,073

4. OTHER OPERATING COSTS

Other Operating Costs	FY 2022/2023	FY 2021/2022
	kshs	kshs
Bank charges	9,198	7,092
Total	9,198	7,092

5 (a) CASH AND CASH EQUIVALENTS

The project has one (1) number of project account spread within the project implementation area and does not have any foreign currency designated accounts managed by the National Treasury.

Description	2022/23	2021/22
	KShs	KShs
Bank accounts (Note 8.13A)	2,744,260	2,435,499
Total	2,744,260	2,435,499

5 (b) Bank Accounts

Project Bank Accounts

	2022/23	2021/22
	KShs	KShs
Local Currency Accounts		
Kenya Commercial Bank [A/c No.1259504255]	2,744,260	2,435,499
Kenya Commercial Bank [A/C No1119722543]	14,054,337	11,549,100
Total bank account balances	16,798,597	13,984,599

6. DEPOSITS AND RETENTION MONIES

Description	2022/23	2021/22
	KShs	KShs
Kenya Commercial Bank [A/C No1259504255]	2,744,260	2,435,499
Kenya Commercial Bank [A/C No1119722543]	14,054,337	11,549,100
Others (<i>Specify</i>)	-	-
Total	16,798,597	13,984,599

7. FUND BALANCE B/FORWARD

	2022-2023	2021/22
	KShs	KShs
Bank accounts	2,435,499	1,624,975
Total	2,435,499	1,624,975

OTHER IMPORTANT DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 3A)

	Balance b/f FY 2021/2022	Additions for the period	Advance Payment	Paid during the year	Bal C/F 2022/2023
Description	Kshs	Kshs	Kshs	Kshs	Kshs
Construction of roads(Local Component)	282,788,565	69,655,702	-	23,267,876	317,673,816
Total	282,788,565.00	69,655,702.00	-	23,267,876	317,673,816

2. EXTERNAL ASSISTANCE

(i) External assistance relating loans and grants

	FY 2022/2023	FY 2021/2022
Description	Kshs	Kshs
External assistance received as grants	0	0
External assistance received in kind- as payment by third parties	436,429,128	414,210,668
Total	436,429,128	414,210,668

(ii) Classes of providers of external assistance

	FY 2022/2023	FY 2021/2022
Description	Kshs	Kshs
Multilateral donors	436,429,128	414,210,668
Total	436,429,128	414,210,668

(iii) Purpose and use of external assistance

Payments Made by Third Parties	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Construction of roads	436,429,128	414,210,668
TOTAL	436,429,128	414,210,668

Upgrading of Gilgil-Machinery Road Project
Annual Reports and Financial Statements For the financial year ended 30 June, 2023

(iv) External Assistance paid by Third Parties on behalf of the Entity by Source

	FY 2022/2023	FY 2021/2022
Description	Kshs	Kshs
National government	24,682,041	49,182,384
Multilateral donors	436,429,128	414,210,668
Total	461,111,169	463,393,052

*Upgrading of Gilgil-Machinery Road Project
Annual Reports and Financial Statements For the financial year ended 30 June, 2023*

PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S RECOMMENDATIONS

All the Audit issues/Observation for F/Y 2021/2022 were resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	All the Audit issues/observations for FY 2021/2022 were resolved	N/A	N/A	N/A



Deputy Director

CPA Matilda Wakere Ita

ICPAK Member Number: 5469



Project Coordinator

Eng. Kennedy Nyakuti



Director General

Eng. Philemon Kandie, MBS

13. ANNEXES

ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

	Final Budget Kshs	Actual on comparable basis Kshs	Utilisation Variance Kshs	% of Utilisation	Comments on variance
	a	b	c=a-b	d=b/a%	
RECEIPTS					
Receipts from Government of Kenya	100,000,000	25,000,000	75,000,000	25%	Due to funding constraints, we did not receive more GoK allocation in the financial year.
Loan from development partner	505,000,000	436,429,128	68,570,872	86%	During the financial year there was good progress
Total receipts	605,000,000	461,429,128	143,570,872	76%	
PAYMENTS					
Consultancy services	100,000,000	26,153,806	73,846,194	26%	Slow progress in the project due to financial constraints
Road works	505,000,000	434,957,364	70,042,636	86%	Expenditure for the year is more than the total receipts due to carryover funds.
Total Payments	605,000,000	461,111,169	143,888,831	76%	

*Upgrading of Gilgil-Machinery Road Project
Annual Reports and Financial Statements For the financial year ended 30 June, 2023*

ANNEX 2: RECONCILIATION OF INTER-ENTITY TRANSFERS

		Break down of Transfers from the State Department of Infrastructure		
a. Government Counterpart Funding		<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
		11/10/2022	25,000,000	
		Total	25,000,000	
b. Direct Payments		<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
		Supervision Consultancy Services	26,153,806	2022/2023
		Roadworks	410,275,323	2022/2023
c. Others		<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
			9,198	2022/2023
		TOTAL (a+b+c)	436,438,326.34	

*Upgrading of “Gilgil-Machinery” Road Project
Annual Reports and Financial Statements For the financial year ended June 30, 2023*

ANNEX 3 - ANALYSIS OF PENDING BILLS

	Supplier of Goods or	Original Amount	Date Contracted	Amount Paid to date
		a	b	c
Date Received	Certificate No.	Original Amount	Amount Paid	Outstanding Balance 2022/23 - Gross
	5c	8,435,422	8,435,422	
5/11/2021	6	26,486,146	14,832,455	11,653,691.68
22/12/2021	7	20,646,206	-	20,646,205.76
18/03/2022	8	38,762,306	-	38,762,306.01
23/05/2022	9	52,381,832	-	52,381,831.98
28/07/2022	10	47,379,116	-	47,379,115.72
3/11/2022	12	55,981,219	-	55,981,219.24
11/1/2023	13	27,782,597	-	27,782,597.09
14/03/2023	14	33,037,475	-	33,037,475.02
11/5/2023	16	30,049,374	-	30,049,373.70
	Grand Total	352,444,268.21	23,267,876	317,673,816.20

APPENDICES

- i) Bank Reconciliations statement as at 30th June 2023