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REPORT

OF

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

**CENTRAL RIFT VALLEY WATER
WORKS DEVELOPMENT AGENCY**

**FOR THE YEAR ENDED
30 JUNE, 2020**





CENTRAL RIFT VALLEY WATER WORKS DEVELOPMENT AGENCY
ANNUAL REPORT AND FINANCIAL STATEMENTS

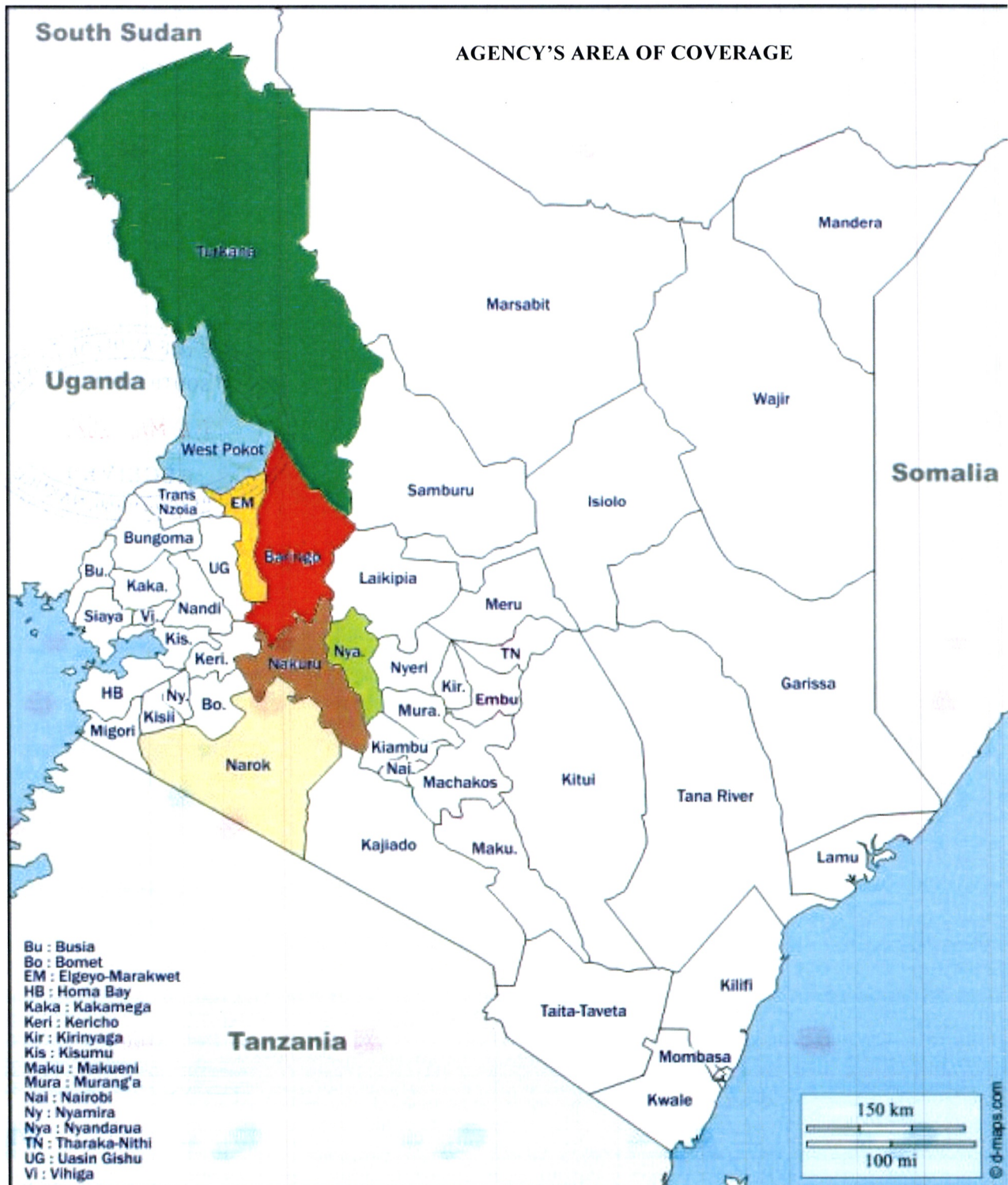


FOR THE YEAR ENDED
30TH JUNE, 2020



Chemususu Phase II Water Supply & Distribution Project Treatment Plant Component

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





I.	KEY ENTITY INFORMATION AND MANAGEMENT	1
II.	THE BOARD OF DIRECTORS	3
III.	MANAGEMENT TEAM	6
IV.	CHAIRMAN'S STATEMENT	8
V.	REPORT OF THE CHIEF EXECUTIVE OFFICER	9
VI.	REVIEW OF THE AGENCY'S PERFORMANCE FOR FY 2019/2020	19
VII.	CORPORATE GOVERNANCE STATEMENT	22
VIII.	MANAGEMENT DISCUSSION AND ANALYSIS	24
IX.	CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING	29
X.	REPORT OF THE DIRECTORS	35
XI.	STATEMENT OF DIRECTORS' RESPONSIBILITIES	36
XII.	REPORT OF THE INDEPENDENT AUDITORS OF THE CENTRAL RIFT VALLEY WATER WORKS DEVELOPMENT AGENCY	38
XIII.	STATEMENT OF FINANCIAL PERFORMANCE	39
XIV.	STATEMENT OF FINANCIAL POSITION	40
XIII.	STATEMENT OF CHANGES IN NET ASSETS	41
XIV.	STATEMENT OF CASH FLOWS	42
XV.	STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS	43
XVI.	NOTES TO THE FINANCIAL STATEMENTS	44
XV.	APPENDIX 1: PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS	54
XVI.	APPENDIX II: PROJECTS IMPLEMENTED BY THE ENTITY	55
XVII.	APPENDIX III: INTER-ENTITY TRANSFERS	57
XVIII.	ANNEXES	58-VI



I. KEY ENTITY INFORMATION AND MANAGEMENT

a) Background information

The Central Rift Valley Water Works Development Agency is a body corporate established under the Water Act, 2016, Legal Notice No. 4 of 2020 through the Kenya Gazette Supplement No 4 of February 7, 2020 and is domiciled in Kenya. The Central Rift Valley Water Works Agency is the successor of the Rift Valley Water Works Development Agency which was revoked under Legal Notice No. 4 of 2020. The Agency is to be responsible for development, maintenance and management of National Public Water Works in the assigned Counties, which currently are: Nakuru Nyandarua, Baringo Narok and Laikipia.

This report covers seven (7) Counties namely Turkana, West Pokot, Elgeyo Marakwet, Baringo, Nyandarua, Nakuru and Narok originally being managed by the successor the Rift Valley Water Works Development Agency whose establishment was revoked.

The Agency is required to keep proper books of accounts of its income, expenditure, assets and liabilities. Further, it is required that accounts of the Agency shall be audited and reported in accordance with the Public Finance Management Act, 2012. This report is therefore made pursuant to the Public Finance Management Act, 2012 for the year ended 30th June 2020.

b) Principal Activities

The Agency develops and manages water services infrastructure and provides technical support to the County Governments in its area of jurisdiction and to the Cabinet Secretary in charge of Water Services. The Agency hands the completed water services infrastructure over to designated Water Services Providers for operating and day to day managing of water supply and sanitation services.

c) Key Management

The Agency is governed at policy level by a Board of Directors drawn from various Government Ministries and private sector representing a wide cross section of stakeholders within the Agency's area with a mix of skills, age, qualifications, gender and experience. A representative from Inspectorate of State Corporations also attends the meetings for advisory purposes. The day to day management is carried out by a management team headed by the Chief Executive Officer.

d) Fiduciary Management

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



- | | |
|--------------------------|--------------------------------------|
| 1. Eng. Hosea K. Wendot | Chief Executive Officer |
| 2. CPA Douglas M. Kaibos | General Manager - Corporate Services |
| 3. Eng. Samuel K. Oruma | General Manager – Technical Services |
| 4. Ms Caren C Lagat | Legal Services Manager |
| 5. Mr William R Sakuda | Supplies Chain Manager |
| 6. CPA Solomon K Wambugu | Internal Audit Manager |

e) Fiduciary Oversight Arrangements

To ensure the efficient running of the Agency's operations, the Board of Directors have established Committees to meet and make recommendations to the Board who are mandated to provide policy direction for the entity on issues delegated to them. Each Committee has a Charter that guides its operations.

f) Registered Office and Contact Address

Maji Plaza
Prisons Road, Off Nakuru-Eldama Ravine Highway
P O Box 2451-20100,

Nakuru

Telephone: (254) 51 2213 557/(254) 71 8313 557

E-mail: info@rvwsb.go.ke

Website: www.rvwsb.go.ke

g) Bankers

Kenya Commercial Bank
Kenyatta Avenue Branch,
P O Box 18-20100

Nakuru

h) Independent Auditors

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

Nairobi.




i) Principal Legal Adviser

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




Nairobi.






II. THE BOARD OF DIRECTORS

Director's passport-size photo and name, and key profession/academic qualifications	A concise description of each Director. The date of birth, key qualifications and work experience, Indicating whether the director is independent or an executive director and which committee of the Board the director chairs where applicable.
<p>1.</p>  <p>Brig. (Rtd) Stephen Njung'e Kihu, EBS MBA (Executive) Masters in International Studies Diploma in Strategic Studies Retired Brigadier/Pilot with the Kenya Air Force</p>	<ul style="list-style-type: none">➤ Born 1958➤ Non-executive Chairman of the Agency➤ Appointed 4th February, 2020.
<p>2.</p>  <p>Hon. Mathenge Nderitu Bachelor of Construction Management</p>	<ul style="list-style-type: none">➤ Born 1961➤ Independent Director➤ Chair Corporate Services Committee➤ Appointed 4th February, 2020.
<p>3.</p>  <p>Eng. David N Kamau MSC Entrepreneurship Certified Professional Mediator BSC Agricultural Engineering Waste Water Management. Diploma Agricultural Engineering.</p>	<ul style="list-style-type: none">➤ Born 1964➤ Independent Director➤ Chair Technical Services Committee➤ Appointed 4th February, 2020.






<p>4.</p>  <p>Mr Johnson M M Kinyanjui BA Counselling Psychology Former Safari Rally driver finisher Businessman</p>	<ul style="list-style-type: none">➤ Born 1952➤ Independent Director➤ Chair Audit & Risk Management Committee➤ Appointed 4th February, 2020.
<p>5.</p>  <p>Ms Franciscar Kamuren MA Linguistics BED Arts</p>	<ul style="list-style-type: none">➤ Born 1974➤ Independent Director➤ Appointed 4th February, 2020.
<p>6.</p>  <p>Mrs Lorna T. Nkouwa Business Lady</p>	<ul style="list-style-type: none">➤ Born 1959➤ Independent Director➤ Appointed 4th February, 2020.
<p>7</p>  <p>Mr Henry Mutwiri MBA Finance Option Bcom (Business Administration)</p>	<ul style="list-style-type: none">➤ Born 1971➤ Alternate to the CS/The National Treasury➤ Over 20 years career in public service➤ Currently Chief Investment Officer – The National Treasury.






<p>8</p>  <p>Mr Isaac Kimani Bachelor of Science in Hydrogeology</p>	<ul style="list-style-type: none">➤ Born 1962➤ Alternate to the CS/Ministry of Water, Sanitation & Irrigation➤ Natural Resource conservationist➤ Over 30 years career in public service➤ Currently serving as deputy Director- Ministry of Water, Sanitation & Irrigation.
<p>9</p>  <p>Mr Peter N. Mwangi MBA BED (Double Business)</p>	<ul style="list-style-type: none">➤ Born 1963➤ Representative from Inspectorate of State Corporation➤ Currently serving as deputy Inspector General.➤ Over 30 years career in public service.
<p>10</p>  <p>Eng. Hosea K. Wendot MSc. Hydraulic Engineering BSc Civil Engineering</p>	<ul style="list-style-type: none">➤ Born 1971➤ Experienced in engineering and management.➤ Chief Executive Officer & Secretary to the Board.



III. MANAGEMENT TEAM

key manager's passport-size photo, and profession/academic qualifications	The main area of responsibility
<p>1</p>  <p>Eng. Hosea K. Wendot MSc. Hydraulic Engineering BSc Civil Engineering</p>	<p>➤ Chief Executive Officer</p>
<p>2</p>  <p>Eng. Samuel K. Oruma MSc. Integrated Water Resource and Watershed Management Bsc. Civil Engineering Advanced Diploma in Planning and Management of Development Projects</p>	<p>➤ General Manager – Technical Services</p>
<p>3</p>  <p>CPA Douglas M. Kaibos MSc. (Project Planning & Management) Bachelor of Business Administration (Finance Option) Registered Member-ICPAK</p>	<p>➤ General Manager – Corporate Services</p>



<p>4</p>  <p>Ms Caren C. Lagat Bachelor of Laws (LLB) Diploma in Law Registered member LSK Advocate of the High Court</p>	<p>➤ Legal Services Manager</p>
<p>5</p>  <p>Mr William R. Sakuda Bachelor of Science MBA CPA Diploma in Purchasing & Supplies Registered member-KISM</p>	<p>➤ Supplies Chain Manager</p>
<p>6</p>  <p>MSC BCOM CPA Registered Member IIA, ICPAK, & ISACA</p>	<p>➤ Internal Audit Manager</p>



IV. CHAIRMAN'S STATEMENT

It is my pleasure to present the Annual Report and Financial Statements of the Central Rift Valley Water Works Development Agency for the financial year ended 30th June, 2020.

The organization has continued to implement its mandate to contribute to the achievement of the Water Sector objectives in its area of jurisdiction. This is geared towards the achievement of the Kenya Vision 2030 and the United Nations Sustainable Development Goals Agenda through development and management of the water and sanitation services infrastructure.

The Constitution of Kenya recognizes access to water as a basic Human Right to all citizens. The Agency is aware that this presents a challenge to all players in the sector to effectively respond and play their roles.

In this regard, the Agency has ensured that all its strategies are linked to Kenya Government's priorities as outlined in the Vision 2030, Medium Term Plans, the Big 4 Agenda, the annual approved budget, the Sector Performance Standards and other National policy documents.

In addition, the Agency undertook several Corporate Social Responsibility initiatives, in social welfare, environment conservation, education, sports and towards building capacity.

The Agency in collaboration with the Ministry of Water, Sanitation & Irrigation, Development Partners and other Stakeholders have implemented various projects across its expansive area of 124 KM² most of which is arid and semi-arid lands (ASAL). Efforts to provide portable water in these areas is a costly undertaking and requires increased budgetary allocations to ensure water coverage targets are met by all sector players.

Brig. (Rtd) Stephen Njung'e Kihu, EBS

Chairman

Date: 01 March 2021



V. REPORT OF THE CHIEF EXECUTIVE OFFICER

The Water Act, 2016 in section 68 provides the functions of the Agency as follows:

1. Undertake development, maintenance and management of National Public Water Works;
2. Hand over the water works to designated Water Services Providers for operation and management;
3. Provide water services when ordered by the Regulatory Authority (Reserve Capacity of the National Government on Water Services Provision);
4. Provide technical and capacity building services to County Governments and Water Services Providers upon request; and
5. Provide technical support to the Cabinet Secretary.

In order to perform its new mandate, the Agency updated its Strategic Plan to enable smooth transition from the Water Act, 2002 to Water Act, 2016. It aimed at attaining the Sustainable Development Goals for the Water and Sanitation Sub-Sector through implementation of the Vision 2030 Water Projects and other Government priority projects.

The Strategic Plan also set out a framework to ensure a seamless handing over of water services provision to the respective County Governments.

The Agency's Strategic Plan has set five (5) strategic objectives as follows:

1. To plan for development of water infrastructure;
2. To enhance the Agency's financial resource base to ensure operational sustainability;
3. To increase access to adequate & safe water and efficient sanitation services through development of water infrastructure;
4. To transfer and build the capacity of County Governments in the Agency's area of jurisdiction for efficient management of water and sanitation services; and
5. To enhance the Agency's institutional capacity for effective corporate performance.

This report is therefore based on the above strategic objectives and illustrates the achievements of the Agency during the year ended 30th June 2020.

During the year, the Agency prepared a five year Strategic Plan to cover the period 2021/22 to 2025/26 which is in draft form, it is expected to be completed by December 2020.

The acquisition of an Enterprise Resource Planning System and data server is at advanced stage. The consultant was procured and begun the installation of the ERP system.



A Financial Statements

During the year under review, the recorded total income is Kshs. 1.60 Billion as compared to Kshs 1.32 Billion previous year. Expenditure for the period under review was Kshs 1.15 Billion, as compares with Kshs 630.10 Million previous year. The Agency's Assets base grew by 18.10% from Ksh 7.82 Billion to Kshs 9.23 Billion.

B Quality Management Systems

The Agency is in the process of transiting from ISO 9001:2008 to ISO 9001:2015 Standard.

C Staff Competency Development

During year under review several trainings were carried out in various competencies; professional staffs were facilitated to attend professional seminars and workshops to enhance their career development. Some of the seminars attended are those for engineering, accounting, supplies chain management, human resources, team building, cross cutting issues workshop. The full implementation of the training plan was interrupted when the first case of COVID 19 was declared in the Country. To complement the work force gaps, the Agency engaged twenty eight (28) staff members on a one year contract, ten (10) youths on internship programme and twenty two (22) students on attachment.

Through the consultancy services of the Ministry of Public Service, Youth and Gender Affairs-State Department for Public Service., the Agency has reviewed its Staffing levels and Organogram, Career Progression guidelines, Human Resources Policy and Procedures Manual and the Salary Structure in line with the model salary advisory by the Salaries and Remuneration Commission of 2017. A final draft is to be submitted for review and submission to relevant National Agencies and Independent Commissions.

D Performance contracting

During year under review, the Agency signed the 16th cycle Performance Contract and implemented the targets which were set out on Financial Stewardship and Discipline, Service Delivery, Core Mandate, implementation of Presidential Directives, Access to Government Procurement Opportunities (AGPO), Promotion of Local Content in Procurement and Cross-Cutting issues. The Agency accomplished all the activities leading to the achievement of the set targets.

E Projects being implemented

1 Chemususu Dam Water Distribution Project

Chemususu Dam Water Distribution Project is one of the medium dams proposed under Kenya's Vision 2030 and the Big four Agenda in Baringo and Nakuru Counties. It is located 80 KM North



West of Nakuru town and about 15 KM west of Eldama Ravine of Baringo. This is a Government of Kenya wholly funded project. The dam was constructed by National Water Conservation & Pipeline Corporation. It is a 48M high rock fill dam with a capacity of 12 Million M³.

The implementation of the distribution network is carried out by the Central Rift Valley Water Works Development Agency and is estimated to cost KShs 3.5 Billion. The scope of works includes; raw water main, treatment works, treated water gravity mains, distribution system mains and storage reservoirs. Other components include; supply of operation and maintenance equipment and rehabilitation of existing Chemususu water supply treatment. It will serve more than 300,000 people and their livestock in Eldama Ravine and Mogotio Sub Counties of Baringo County and parts of Rongai Sub County of Nakuru County. The project implementation is at 70%.

2 Naivasha Industrial Park Water Supply Project Implemented

The Agency engaged with the Ministry of Industrialization, which spearheaded the development of the Special Economic Zone and Inland Container Depot for identification of locations and sites for the boreholes. The project involves the supply of sufficient water to the Special Economic Zone and Inland Container Depot to meet the water demand and to support the Big 4 Agenda of the Government. The project has two components;

a) Short term intervention

The aim was to develop Water Sources capable of supplying 10,000m³/day as a short term measure. Water supply from 25 Boreholes to be drilled in Naivasha and Narok areas. Investigations and feasibility studies were completed in the 25 sites. During the year under review drilling of Six (6) boreholes were completed and civil works commenced, the construction of storage tank and pipeline is ongoing. The overall progress stood at 15%

b) Long term intervention

Malewa Multi-Purpose Dam and 20,000m³/day Water Supply. This project is being undertaken under the Kenya climate Resilience Project at the Ministry Headquarter. The status is that the project feasibility study was completed.

3 Kenya Towns Sustainable Water Supply and Sanitation Program

These projects are funded by African Development Bank (AfDB) with an estimated cost of Ksh 1.36 Billion. The programme is to improve management of Water Supply and Sewerage Services various urban centres in Kenya. The projects comprise of construction of sewerage systems in Narok town of Narok County, Ol'kalou town of Nyandarua County, Kapenguria and Chepararia of West Pokot County, Eldama Ravine of Baringo County and a Multi -purpose dam project in Beregei and Amaya of Baringo County. The Projects under this Programme include water supply



projects and sewerage projects in the CRVWWDA, Lake Victoria North Water Works Development Agency (LVNWWDA) and Lake Victoria South Water Works Development Agency (LVSWWDA) areas of jurisdiction and the CRVWWDA is the implementing agency.

During the year under review, Narok town sewerage project is at 62% complete, Kapenguria/ chepararia sewerage project the design report and tender documents are complete, olkalau town sewerage project the detailed designs and tender documents are complete, the Amaya and Bergei multipurpose dams the feasibility studies are complete and detailed geological investigations are ongoing. The feasibility study for Eldama Ravine sewerage project is complete while detailed design is ongoing. Kabarnet and Narok last mile connectivity design of works is ongoing. The overall Programme is under various stages of implementation. The Programme implementation is at 45%.

4 Itare Dam Water Project

This is one of the flagship projects identified and prioritised by the Government of Kenya under the Kenya's Vision 2030 for Nakuru and parts of Kericho County. The estimated project cost is Kshs. 34 Billion. It is funded by the Government of Kenya through Italian funding agency.

The project will supply 100,000m³ of water per day by gravity to serve over 1,000,000 people in Nakuru town and three small towns in Kericho County along the pipeline route. The project components include construction of a dam, water treatment plant, pipeline, bulk transfer tunnel and storage tanks in and around Nakuru town.

The contractor suspended works in September, 2018 alleging delayed payment. They did not resume work as they were experiencing what they called 'financial constraints' back in Italy. This issue was taken up with the highest authorities and various options were considered in liaison with the National Treasury, the Ministry of Water, Sanitation & Irrigation and the lending agencies. The Agency demanded from the contractor a refund of the advance payment and the performance guarantee as provided for in the contract before finally terminating on 4th February 2020. The overall progress remained at 27%. The Consultant was tasked to develop a budget of the remaining works in lots so as to assist in considering the best option to jump start the project.

5 Kirandich Phase II Water Project

This project is being implemented with a loan amounting to Ksh 1.80 Billion from the Government of Italy. The project components include expansion of water supply to Kabarnet town, construction of a sewerage system and generation of hydro-electric power to reduce electricity expenses in the running of the scheme. The implementation of the project commenced in December 2018.

Contractor mobilized to site, setting up of camp site. Works delayed requiring an addendum for



extension and is expected to resume on 17th August 2020 after payment of IPC 1. The Contractor has been instructed to fast track the master list preparation in the new format required by the National Treasury as well as to justify the need for time extension. Overall completion rate of 12.5% was achieved during the period under review.

6 Sabor-Iten Tambach Water Project Phase I & Phase II

The Phase I of the project is a gravity water supply system for Iten and Tambach towns. The components included an intake, raw water gravity main, treatment plant with capacity of 4,200 M³ /day and serves 50,000 people. A funding agreement was signed between the Belgium and Kenyan Government for implementation. The estimated cost is Kshs. 1.8 Billion.

The Phase II component comprised of extension of the water supply system from Iten Town to Tambach at a cost of Kshs. 300 Million and renewal of the water distribution system in Nakuru town, at a cost of Kshs. 700 Million. This project was completed and the defect liability period is end of July 2020.

7 Water Supply and Sanitation Improvement Project (WaSSIP)

The project is being implemented with funds from World Bank through Lake Victoria North Water Works Development Agency. The objective of the project is to mitigate the effects of drought in the counties of Turkana, Baringo, West Pokot and Narok. The project is estimated to cost a total of Kshs. 800 Million. Phase I completed and works under phase II commenced and are ongoing. The programme was extended up to December 2019 due to the complexities encountered during implementation. Completion rate stood at 96%.

8 Rural Water Supply Borehole Project Baringo County

The projects objective is drilling and equipping seventy (100) boreholes in four (4) Sub Counties of Baringo County. The project is funded by Japan International Corporation Agency (*JICA*) and the Government of Kenya. The works is estimated to cost of KShs.1 Billion. Seventy (70) boreholes were equipped and completed. Thirteen (13) boreholes drilled and Civil works for fourteen (14) commenced and is ongoing.

9 Lake Nakuru Biodiversity Conservation Project

This project involves improvement of waste water management, solid waste management and drainage in Nakuru town to conserve the biodiversity of the Lake Nakuru ecosystem. The project is funded by KfW a German Agency and is estimated to cost for feasibility study is Ksh 100 Million. During the period under review the Feasibility Studies and the appraisal of the project were completed. The project was approved for construction and the funding negotiations finalized. The



procurement Consultant to undertake detailed designs and preparation of tender documents is ongoing. The progress of works stood at 24%.

F Projects Under Planning and Design

1 PESI Dam Water Project Nyandarua County

The objective of PESI dam is to provide domestic and industrial water supply. The estimated cost is Kshs.20 Billion. The proposed dam is to be constructed within PESI Settlement scheme in Nyandarua County. The project will benefit about 100,000 people in all the areas earmarked for supply. The Agency is procuring a consultant to undertake feasibility study review, design and preparation of tender documents.

2 Malewa Dam Water Project Nyandarua County

The objective of the dam is to provide domestic and industrial water supply. The estimated cost is Kshs.20 Billion. The proposed dam is to be constructed in a settlement area occupying parts of Nyandarua and Nakuru Counties at Malewa River. The population to benefit is 687,000. The feasibility studies were finalized and the procurement of consultant to undertake feasibility study review, design and preparation of tender documents commenced.

3 Kabazi Dam Water Project Nakuru County

The objective of the dam is to provide domestic water supply. The proposed dam shall be constructed in Kabazi area. The estimated cost is Kshs. 405 Million. The project is recommended for funding for design and preparation of tender document to enable the preparation of proposal for funding. The target population is 109,599.

4 Upper Solai Dam Water Project Nakuru County

The objective of the dam is to provide domestic water supply. The proposed dam is to be constructed in a settlement area in Nakuru County. The estimated Cost is Kshs.6 Billion. The target population is 110,041. The Agency undertook the feasibility study and the procurement of a consultant to undertake feasibility study review, design and preparation of tender documents commenced.

5 Chemolingot Dam Water Project Baringo County

The objective of the dam is to provide domestic water supply. The proposed dam shall be constructed in Koste area. The estimated cost is Kshs.109 Million. The project is recommended for funding for design and preparation of tender document to enable the preparation of proposal for funding. The feasibility study for dam source is ongoing.

6 Narosura Dam Water Project Baringo County.



The objective of the dam is to provide adequate water supply. The estimated Cost is Kshs.389 Million. The target population is 65,000. The project is recommended for funding for design and preparation of tender document to enable the preparation of proposal for funding.

7 Kahurura Dam Water Project Laikipia County

The objective of the dam is to provide domestic and industrial water supply to Nanyuki town. The proposed dam is to be constructed in Mt Kenya Forest. The estimated Cost is Kshs.10 Billion. . The target population is 148,000. The Agency is procuring a consultant to undertake feasibility study review, design and preparation of tender documents. The design had been concluded and tendering under Finance and Built initiated. The site was declared part of Natural World Heritage Site under UNESCO World Heritage Programme.

8 Naivasha Town Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water into the lake in acceptable quality. The estimated project cost is Kshs 3 Billion. Naivasha town is a fast growing town. The town is also developing in terms of providing facilities to the newly developed Special Economic Zone and Inland Container Deport. The town has old sewerage facilities that need rehabilitation and construction of new system to meet the demand. The target population is 690,000. The estimated project duration is 36 months.

9 Gilgil Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 1.5 Billion. Gilgil town is one of the areas targeted by the proposed Malewa dam. The town does not have any sewerage facilities. The target population is 138500. The estimated project duration is 18 months

10 Molo Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 1 Billion. Molo town is among the areas to benefit from Itare Dam Water Project and hence requires ways of disposing the waste water. The town does not have any sewerage facilities. The estimated project duration is 18 months and the target population is 22000.

11 Keringet Olenguruine Kiptagich Water and Sewerage Project Nakuru County

The project is to ensure adequate water supply and safe disposal of waste water. The target is to serve communities living in the upper Itare Dam area. The estimated project cost is Kshs 2.5 Billion. The estimated project duration is 36 Months. The target population is 245500.

12 Subukia Water Supply & Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 1.5 Billion. Subukia town does not have a reliable water supply and requires improvement. The town does not



have any sewerage facilities. The estimated project duration is 18 months. The target population is 21000 ultimate

13 Njabini Sewerage Project Nyandarua County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 700 Million. Njabini town is at the Southern part of Nyandarua County. The town does not have any sewerage facilities. The estimated project duration is 18 months. The target population is 15000.

14 Mairo Inya Sewerage Project Nyandarua County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 800 Million. Mairo Inya town is along Nyahururu-Nyeri road serving parts of Nyandarua and Laikipia Counties. The town does not have any sewerage facilities. The estimated project duration is 18 months with a target population of 19000.

15 Emining Sewerage Project Baringo County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 500 Million. Emining town is a fast growing area more so with water availability from Chemususu Phase II Water Project. The town does not have any sewerage facilities and estimated project duration 18 months. The target population is 15000.

16 Marigat Water Supply and Sewerage Project Baringo County

The project is to ensure adequate water supply and safe disposal of the waste water. It is estimated to cost Kshs 1.6 Billion. Marigat town does not have any sewerage facilities while the current water supply is unable to meet the current water demand. The estimated project duration is 36 months and the target population 38,000. The preparation of the feasibility studies and engineering designs is ongoing.

17 Mogotio Sewerage Project Baringo County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 700 Million. Mogotio town is a fast growing area more so with water availability from Chemususu water project. The town does not have any sewerage facilities. The estimated project duration is 18 months. The target population is 19000.

18 Rumuruti Water Supply and Sewerage Project Laikipia County

The project is to ensure adequate water supply and safe disposal of waste water. The estimated project cost is Kshs 2 Billion. Rumuruti town does not have any sewerage facilities while the current water supply is unable to meet the current water demand. The estimated project duration is 36 months and the target population is 38,000.



19 Suswa Sewerage Project Narok County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 500 Million. Suswa town is currently the Standard Gauge Railway terminus town. The inland Container Depot and Special Economic Zone are close to the town. The town does not have any sewerage facilities. The estimated project duration is 18 months and the target population is 15000.

20 Kilgoris Sewerage Project Narok County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 800 Million. Kilgoris town does not have any sewerage facilities. The estimated project duration is 18 months and target population is 23000.

21 Lolgorian Sewerage Project Narok County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 600 Million. Lolgorian town does not have any sewerage facilities. The estimated project duration is 18 months. The target population is 12500.

G Projects funded under emergency interventions

The Agency is implementing several small rural water supply projects under the Equalization program, Drought Mitigation program, Public Priority projects, other Strategic Initiative water supply projects like Small Pans and Dams programme and Water for Schools programme, National Water Harvesting & Ground Water Exploration, Cross County Bulk Water & Sanitation Services Improvement Programme. These are expected to boost supply in the rural areas. These projects include borehole development, rehabilitation of water supplies and associated storage works, laying of new pipelines and construction of small dams in strategic areas and rain water harvesting. Most of the projects commenced and stands at various stages of completion.

H Engagement with the Counties

The provision of water services is a devolved function of the County Governments and it became necessary to harmonize the Agency's water activities with those of the Counties. In addition to participating in the Water Sector Transition and Reforms – Consensus Building Forums with the Counties organized by the Ministry of Water Sanitation and Irrigation. The Agency has engaged the Counties to capacity build them in the area of management of water service provision including monitoring and developing management tools to be used, constituting of Water Service Providers boards and recruitment of its directors, and preparation and monitoring of Service Provision Agreements (SPA) with WSPs and other governance issues.



The Agency has remained on course in its strategy to develop and enhance water supply and sanitation infrastructure in its area of jurisdiction.

The Board of Directors provided effective policy direction and was at hand to work with management while implementing policies into water and sanitation infrastructure decisions. The success achieved in realizing completed, ongoing and planned projects has also been due to the collaboration between the Agency's staff and its stakeholders.

The compounded efforts enabled us overcome surmountable challenges that came our way during the year.

We remain committed to our mission **'To plan, develop and deliver efficient and dependable water infrastructure'**

My appreciation to our partners, stakeholders, the Board of directors and members of staff for the efforts put in throughout the year and let us continue to pull together to ensure every Kenyan the right to sustainable Water and Sanitation Services.

Eng. Hosea K. Wendot

Chief Executive Officer

Date 1/3/2021



VI. REVIEW OF THE AGENCY'S PERFORMANCE FOR FY 2019/2020

The Central Rift Valley Water Works Development Agency has six (6) pillars and objectives within its strategic plan for the FY 2018/2019 – 2022/2023. They are as follows:

- Pillar 1: Investigations and Investment Planning.
- Pillar 2: Resources Mobilization.
- Pillar 3: Implementation of Priority Projects
- Pillar 4: Management of National Water Services Assets
- Pillar 5: Capacity Building the County Governments to develop County Water Services Management systems
- Pillar 6: Institutional strengthening.

The CRVWDA develops its annual work plans based on the above six (6) pillar. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The Agency achieved its performance targets set for the FY 2019/ 2020 for its six (6) pillars, as indicated in the table below:

Strategic Pillar	Objective	Key Performance Indicator	Activities	Achievements
Pillar 1.	To plan for development of water infrastructure.	<ol style="list-style-type: none"> 1. Project Concept Notes 2. The number of Projects moved from concepts to Implementation. 3. Number of County Water & Sanitation Master plans prepared 	<ol style="list-style-type: none"> 1. Baseline water and Sanitation Infrastructure data mapping in Baringo County 2. Feasibility studies & designs for: <ol style="list-style-type: none"> i. Naivasha Industrial Park Water Supply Project ii. Lake Nakuru Biodiversity Conservation programme iii. Sewerage projects for Olkalou, Kapenguria, Chepareria, Eldama Ravine, Amaya Dam Water Supply Project, Bergei Dam Water Supply among others Project, last Mile Water Connectivity Projects for Kabarnet Town. among others 	<ol style="list-style-type: none"> 1. Baseline water and Sanitation Infrastructure data mapping in Baringo County done 2. Feasibility studies for the following projects were completed: <ol style="list-style-type: none"> i. Naivasha Industrial Park Water Supply Project ii. Lake Nakuru Biodiversity Conservation programme iii. Sewerage projects for Olkalou, Kapenguria, Chepareria, Eldama Ravine, among others iv. Amaya Dam Water Supply Project, Bergei Dam Water Supply Project, among others, v. Last Mile Water Connectivity Projects for Kabarnet, among others 3. Water Supply and Sanitation Master Plan was prepared for Baringo County.



			3. To prepare Water Master Plan for Baringo County.	
Pillar 2	To enhance the Agency's financial resource base to ensure operational sustainability.	<ol style="list-style-type: none"> 1. Funding Agreement/ Budget 2. Number of Project proposals written and forwarded 3. Quarterly and Annual Financial reports 4. Number of new projects funded 	<ol style="list-style-type: none"> 1. Facilitate the signing of project funding agreement between GoK and KfW. 2. Sign Subsidiary Loan Agreement with GoK 3. Repay kshs. 54,289,000 instalment of the ADB on lent loan. 	<ol style="list-style-type: none"> 1. GoK signed the Loan & Grant Agreement with KfW 2. The Agency signed and on lending loan agreement with GoK 3. This amount was paid to the National Treasury.
Pillar 3	To increase access to adequate & safe water and efficient sewerage services through the development of Water infrastructure.	<ol style="list-style-type: none"> 1. Number of projects implemented to completion. 2. Number of people accessing water supply services due to newly completed projects. 3. Number of people accessing sanitation services due to newly completed projects. 4. Volume of Surface Water Storage Capacity created 5. Capacity of Water Production Per day. 6. Water treatment capacity per day. 	<p>Implement the following projects:</p> <ol style="list-style-type: none"> 1. Chemususu dam Water Supply Project from 36% to 90% 2. Maintain security and wayleaves for Itare Dam Water supply Project and construct a fence around the dam. 3. Implement Naivasha Industrial Park Water Supply Project from 5% to 60%. 4. Implement Kirandich Dam Phase II Water supply and Sanitation project from 5% to 20%. 5. Implement Kenya Town Water Supply and Sewerage Programme to achieve 23% from 17% during the 2019/20 FY. 6. Implement Kaptumo Water Supply Phase III to 80%. 7. Implement all other funded projects 	<p>Implemented the projects as listed below.</p> <ol style="list-style-type: none"> 1. Chemususu – from 36% to 70%. Delay was due to Master list of tax exempt goods and services. 2. Security and the wayleaves for Itare Dam Water Supply Project was maintained. The dam area was fenced off. 3. 15% progress was achieved on Naivasha Industrial Park Water Supply. The delay was due to delay in acquisition of project land. 4. Achieved 12.5% progress on Kirandich Dam Water Supply project due to issues of Master List and contractual issues. 5. Achieved 45% progress on the Kenya Town Water Supply and Sewerage Programme. 6. 15% progress achieved 7. All other funded projects were implemented as per respective plans.
Pillar 4	To transfer and build the capacity of the County Governments in the	<ol style="list-style-type: none"> 1. framework for engaging with the County Governments 2. External Services Unit created to provide client 	<ol style="list-style-type: none"> 1. Support County Governments to establish and manage Water Services Providers. 	<ol style="list-style-type: none"> 1. Supported Baringo County Government to establish two (2) Water Supply and Sanitation Companies Ltd. 2. Carried out induction of the Directors of NAWASSCO



<p>Pillar: 5</p>	<p>Agency's area of jurisdiction for efficient management of Water Services.</p>	<p>services 3. Agreement with County Governments and WSPs on repayment of specific on lent loans 4. Number of projects initiated, planned and executed in collaboration with County Governments.</p>	<p>1. To prepare one County Water Master plan 2. Support Water Services Providers to improve water⁵ and sewerage service levels.</p>	<p>and NARUWASCO 1. The Agency supported Baringo County Government to develop a Water Supply and Sewerage Master Plan. 2. Implemented projects to augment water supply and sanitation services 3. All project investigations, designs and implementation were done in close collaboration with County Governments</p>
<p>Pillar 6</p>	<p>To enhance the Agency's institutional capacity for effective corporate performance.</p>	<p>1. Number of staff trained 2. Number of staff indiscipline cases 3. Number of staff recruited 4. Number of staff registered with professional bodies 5. Computer to technical staff ratio 6. Number of new vehicles acquired 7.</p>	<p>1. Develop staff competencies in accordance with the training plan. 2. Enforce relevant rules and regulations to ensure staff discipline. 3. Acquire additional skills through recruitment of staff on contract. 4. Support staff to register and meet continuous professional development requirements during the year. 5. Acquire additional computer hardware and software to ensure compatibility and efficiency. 6. Acquire additional vehicles through project budgets</p>	<p>1. Staffs were trained in accordance with the approved training plan for the year. 2. Rules and regulations were followed and no staff indiscipline case was reported 3. Thirty-one (31) staff was recruited on one-year contract to support achievement of the Agency's mandate. 4. Staff with professional bodies that require membership were supported to join and retain membership by settling membership and annual subscription fees. 5. Ten vehicles were purchased to support project implementation.</p>



VII. CORPORATE GOVERNANCE STATEMENT

The Board of Directors of the Central Rift Valley Water Works Development Agency are appointed by the Cabinet Secretary, Ministry of Water, Sanitation & Irrigation from time to time for a term specified by regulations. They are drawn from some Government Ministries and private sector representing a wide cross section of stakeholders within the Agency's area with a mix of skills, age, qualifications, gender and experience.

They are given the responsibility of enhancing corporate governance practices to bring the level of governance in line with International Standards. The essence of good corporate governance practice is to promote and protect stakeholders' interests. They include the Government, Water Works Development Agencies, the Water Services Regulatory Authority, other Statutory Institutions, Water Services Providers, Development Partners, Communities and Water Consumers.

They exercise leadership, enterprise, integrity and judgment in directing the Board and acts in its best interest in a transparent, accountable and responsible way. The Agency is governed at policy level by a 6 (six) independent member Board of Directors, drawn from a cross-section of Stakeholders and 2 (two) number from the Government Departments of the National Treasury and the Parent Ministry of Water, Sanitation & Irrigation. A representative from Inspectorate of State Corporations attends the meetings for advisory purposes.

Board Committees

To ensure the efficient running of the Agency's operations, the Board has established three standing Committees which meet and make recommendations to the Board on issues delegated to them. Each Committee has a Charter to guide its operations.

During the year under review the Board had the following Committees in place:

1. Finance & Corporate Services Committee
2. Technical Services Committee
3. Audit and Risk Management Committee

In order to ensure that the Board's expenditure on meetings is within the approved budget, a calendar of the Board meetings is adhered to.



Conflict of interest is an agenda item in all Board meetings and a register is maintained for record purposes.

The Board of Directors are paid sitting allowance for every meeting attended as well as accommodation allowance while on Agency's duty as per Government guidelines. The Chairman is also paid a monthly honorarium.

The Board of Directors were appointed on 4th February 2020 and have been inducted, attended Mwongozo code of conduct training to adequately prepare them for the task ahead.

Brig. (Rtd) Stephen Njung'e Kihu, EBS

Chairman

Date: 01 March 2021



VIII. MANAGEMENT DISCUSSION AND ANALYSIS

A Financial Statements

During the year under review, the recorded total income is Kshs. 1.60 Billion as compared to Kshs 1.32 Billion previous year. Expenditure for the period under review was Kshs 1.15 Billion, as compares with Kshs 630.10 Million previous year the Agency's Assets base grew by 20% from Ksh 7.82 Billion to Kshs 9.23 Billion

B Quality Management Systems

The Agency is in the process of transiting from ISO 9001:2008 to ISO 9001:2015 Standard.

C Staff Competency Development

During year under review several trainings were carried out in various competencies; professional staffs were facilitated to attend professional seminars and workshops to enhance their career development. Some of the seminars attended are those for engineering, accounting, supplies chain management, human resources, team building, cross cutting issues workshop. The full implementation of the training plan was interrupted when the first case of COVID 19 was declared in the country. To complement the work force gaps, the Agency has engaged 28 staff members on a The Agency reviewed its Staffing levels and Organogram, Career Progression Guidelines, Human Resources Policy and Procedures Manual and the Salary Structure in line with the model salary advisory by the Salaries and Remuneration Commission of 2017.

D Performance contracting

During period under review, the Agency implemented the targets which were set out on the performance contract. The Agency accomplished all the activities leading to the achievement of the targets.

E Projects being implemented

1 Chemususu Dam Water Distribution Project

During the period under review, the project implementation was done to 70%.

2 Naivasha Industrial Park Water Supply Project Implemented

The project has two components,

a) Short term intervention

The Agency has completed investigations and feasibility studies in the 25 sites and has carried out detailed designs and drilling of Six (6) boreholes was completed and procurement for civil works commenced.



b) Long term intervention

Malewa Multi-Purpose dam and 20,000M³/day water supply. This project is being undertaken under the Kenya climate Resilience Project at the Ministry Headquarter. The status is that the project is at the final feasibility study.

3 Kenya Towns Sustainable Water Supply and Sanitation Program

The progress attained in the Programme implementation was about 45% during the period under review.

4 Kirandich Phase II Water Project

The contractor mobilized to site and commenced the set up of a camp and the locating of the project components. Overall completion rate of 12.5% was achieved during the period under review.

5 Itare Dam Water Project

During the period under review, overall completion rate is at 27%. Works were suspended since September 2018.

6 Sabor-Iten Tambach Water Project Phase I & Phase II

During the period under review, the project was in defect liability period that ends in July 2020..

7 Water Supply and Sanitation Improvement Project (WaSSIP) Kapindaram phase II, Suswa, and Kapenguria

The project benefits Kapindaram, Kapnosgei, Kamasai, Suswa, Kapenguria and Makutano
During period the works are at 96% completed.

8 Rural Water Supply Borehole Project - Baringo County

During period under review, Civil works for fourteen (14) is ongoing.

9 Lake Nakuru Biodiversity Conservation Project

During the period under review the feasibility Studies and the appraisal of the project were completed and approved construction. The progress of works stood at 24%.

F Projects under Planning and Design

1 PESI Dam Water Project Nyandarua County

The objective of PESI dam is to provide domestic and industrial water supply. The estimated cost is Kshs.20 Billion. The project will benefit about 100,000 people. The Agency is procuring a consultant to undertake feasibility study review, design and preparation of tender documents.

2 Malewa Dam Water Project Nyandarua County

The objective of the dam is to provide domestic and industrial water supply. The estimated cost is Kshs.20 Billion. The population to benefit is 687,000. The feasibility studies were finalized and the



procurement of consultant to undertake feasibility study review, design and preparation of tender documents commenced.

3 Kabazi Dam Water Project Nakuru County

The objective of the dam is to provide domestic water supply. The estimated cost is Kshs. 405 Million. The target population is 109,599.

4 Upper Solai Dam Water Project Nakuru County

The objective of the dam is to provide domestic water supply. The estimated Cost is Kshs.6 Billion. The target population is 110,041. The Agency undertook the feasibility study and the procurement of a consultant to undertake feasibility study review, design and preparation of tender documents commenced.

5 Chemolingot Dam Water Project Baringo County

The objective of the dam is to provide domestic water supply. The proposed dam shall be constructed in Koste area. The estimated cost is Kshs.109 Million. The feasibility study for dam source is ongoing.

6 Narosura Dam Water Project Baringo County.

The objective of the dam is to provide adequate water supply. The estimated Cost is Kshs.389 Million. The target population is 65,000.

7 Kahurura Dam Water Project Laikipia County

The objective of the dam is to provide domestic and industrial water supply to Nanyuki town. The proposed dam is to be constructed in Mt Kenya Forest. The estimated Cost is Kshs.10 Billion. . The target population is 148,000. The Agency is procuring a consultant to undertake feasibility study review, design and preparation of tender documents. The design had been concluded and tendering under Finance and Built initiated.

8 Naivasha Town Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water into the lake in acceptable quality. The estimated project cost is Kshs 3 Billion. The target population is 690,000.

9 Gilgil Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 1.5 Million. The target population is 138500.

10 Molo Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 1 Billion. The target population is 22000.

11 Keringet Olenguruine Kiptagich Water and Sewerage Project Nakuru County



The project is to ensure adequate water supply and safe disposal of waste water. The target is to serve communities living in the upper Itare Dam area. The estimated project cost is Kshs 2.5 Billion.. The target population is 245500.

12 Subukia Water Supply & Sewerage Project Nakuru County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 1.5 Million. The target population is 21000 ultimate

13 Njabini Sewerage Project Nyandarua County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 700 Million. The target population is 15000.

14 Mairo Inya Sewerage Project Nyandarua County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 800 Million. The target population of 19000.

15 Emining Sewerage Project Baringo County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 500 Million. The target population is 15000.

16 Marigat Water Supply and Sewerage Project Baringo County

The project is to ensure adequate water supply and safe disposal of the waste water. It is estimated to cost Kshs 1.6 Billion. The target population is 38,000. The preparation of the feasibility studies and engineering designs is ongoing.

17 Mogotio Sewerage Project Baringo County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 700 Million. The target population is 19000.

18 Rumuruti Water Supply and Sewerage Project Laikipia County

The project is to ensure adequate water supply and safe disposal of waste water. The estimated project cost is Kshs 2 Billion. The target population is 38,000.

19 Suswa Sewerage Project Narok County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 500 Million. The target population is 15000.

20 Kilgoris Sewerage Project Narok County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 800 Million. The target population is 23000.



21 Lolgorian Sewerage Project Narok County

The project is to ensure safe disposal of waste water. The estimated project cost is Kshs 600 Million. The target population is 12500.

G Projects funded under emergency interventions

During the period under review, implementation of most of the projects was ongoing and stands at various stages of completion.

H Engagement with the Counties

During the year under review, the Agency supported Counties in its area of jurisdiction in identifying viable projects and collaborated while implementing projects funded under emergency interventions.



IX. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Our Commitment

The Agency exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on 6 pillars: putting the customer/Citizen first, delivering services, and improving operational excellence.

Social and environmental responsibilities plays an important role in our overall business practice, our Corporate Social Responsibility Policy guides all the Agency's Corporate Social Responsibility activities. The Agency takes note of the social and environmental responsibility while at the same time executing towards its mandate.

The activities provide our staff an opportunity to also make a contribution to the society.

The Board of Directors takes the overall responsibility at policy level for the continued development and implementation of appropriate social and environmental policies of the Agency.

Below is a brief highlight of our achievements in each pillar

Sustainability strategy and profile

The Constitution of Kenya has declared access to Water Supply and Sanitation Services a human right which is to be achieved progressively. Under the Water Act, 2016, the Cabinet Secretary is expected to formulate and implement a National Water Services Strategy that will progressively lead to attainment of this right. The Agency has therefore aligned its development and operational agenda to the National Water Services Strategy and endeavors to mobilize adequate resources to implement its plan and achieve the national vision. The Agency has identified five key result areas to effectively realize its mandate. The five key result areas are:

1. Effective mobilization and prudent utilization of resource.
2. Development and Improvement of the water and sanitation infrastructure.
3. Management of the water and sanitation infrastructure developed.
4. Enhancement of institutional framework and capacity.
5. Customer and stakeholder management.

The Agency believes that pursuing impact in these five key result areas will enable achievement of sufficient and resilient infrastructure that will continually and sustainably support attainment of the universal access to improved water supply and sanitation services in its area of jurisdiction. This aspiration is aligned to the National initiatives under the Big Four Agenda which is attendant to the Vision 2030, the Sustainable Development Goal Number six of the United Nation and the Africa



Unions Agenda 2064. We have done our best with considerable success in each of the key result areas and we remain committed to achieving the National Government's development goals by our short term local interventions.

Environmental performance

The Environmental Management and Coordination Act 1999 (EMCA) and 2015 guides the Agency project/ program implementation. Through the Act, the public and the society are empowered through Public participation that in turn supports the project implementation leading to its success. On the other hand, the EMCA Act makes reference to the Constitution of Kenya which empowers communities on project implementation which sometimes leads to project rejection and aversion i.e. Sewerage Projects. The Agency, working closely with other stakeholders promote and sustain tree planting exercise which seeks to mitigate climate change and promote biodiversity. In its efforts to reduce environmental impacts, the Agency undertakes the Environmental Impact Assessment studies which outlines the possible impacts and propose mitigation measures which are implemented during project implementation which also include regular Environmental audits.

Employee welfare

The Agency has a Human Resources Policy and Procedures Manual which stipulates the guidelines on recruitment and selection and further requires that a third (1/3) gender rule is adhered to in the recruitment process. A documented Human Resources and Administration Standard Operating Procedure manual also guides recruitment process. Further, the Agency has in place a career progression guidelines and reviews the staffing levels of the institution from time to time. On safety and compliance with Occupational Safety and Health Act of 2007, (OSHA), An approved Health and Safety Policy is in place and is well adhered to and has been availed to all staff.

Market place practices

a) Responsible competition practice

The Agency ensures that laws relating to The Constitution of Kenya 2010, The Public Procurement and Asset Disposal Act 2015 And Public Procurement And Asset Disposal Regulations 2020 are followed. The Agency strictly adopts the most preferred method of procurement-Open tendering. Players in the market are given chances and level ground to compete. Information on the available tender opportunities is relayed to the bidders through the Public Procurement Information Portals, The Agency's website and the national newspapers to ensure universal and free access to information. To enhance fair competition, evaluation is based on set criteria favourable to all bidders, where price takes precedence without prejudicing on quality. Vulnerable groups are given preference to ensure they are not edged out of market and are therefore given a favourable and



conducive business environment. The Agency ensures that specifications development does not give undue influence or reference to a particular product or service in the market that will give a competitive advantage to a particular supplier

b) Responsible supply chain and supply relations

The Agency engages suppliers on sensitisation meetings to get their feedback on the provision of goods, works and services. Pre-bid and site visit meetings are conducted to acquaint the suppliers with the minimum requirements. Successful bidders are engaged in a negotiation/pre-contract clarification meeting so as to be at par with the expectations of the Agency before contract execution. All this ensures an established good relationship between the Agency and the suppliers. Payment is made timely provided that all requirements are met. Suppliers are informed of the required documentations and processes and the contract implementation requirements before a payment request is raised. This ensures no delay in making for payment of goods supplied, works executed or services rendered.

c) Responsible marketing and advertisement

The agency ensures openness in advertising for its available opportunities. Informing on such opportunities is relayed in the easiest, understandable language and conveyed in the easily available mode of communication. The information is consistent to all clients. Queries raised by a particular bidder in relation to a procurement proceeding is clarified and the clarification is sent to all bidders in that respect. In preparation of product specifications, the Agency ensures that the approved standards used are universal and cannot be tied to a particular item or product in the market. The Agency has a dedicated email service for queries in relation to procurement matters

d) Product stewardship

i. Environmental and Social Impact Assessments-

The Agency undertakes ESIA on many of its projects to ensure that consumers and the environment are protected from harmful effects after undertaking projects. The assessment is carried out before commencement of the project to determine if and how the project will be undertaken with minimal negative impact on the environment and local community, the Agency strives towards the promotion of green procurement to reinforce with an aim of incorporating human health and environmental concerns into the search for high quality products and services at competitive prices

ii. Non- Revenue Water Management-

The Agency has prioritized the procurement of non-revenue equipment to increase efficiency and capacity to deal with leaks and other sources of non-revenue water.



(NRWM) increases affordability and sustainability of water supply and sewerage services thus saving tax payers money while increasing value for money

iii. Consumer and public participation and education-

The Agency has made a lot of efforts to ensure public participation and education on most of its projects through the media and also by updating its official website to a more user-friendly interface. It has also done this by involving local authorities in most of its projects.

iv. Performance Guarantees, Advance Payment Guarantees and Retention-

The Agency has always complied by the law to ensure that performance guarantees are provided by service providers to safe guard against risks associated with non-performance, for contracts that require the payment of advance payment, the necessary advance payments are provided and retention money is kept over reasonable timelines to ensure that projects are undertaken according to the expected standards of quality and avoid exposure of the Agency to risks associated with poor quality of products .

v. Promoting settlement of disputes through litigation-

The Agency has always welcomed settlement of disputes through litigation to promote fairness and justice through legally accepted means. In line with this, the Agency increased efforts to investigate complaints and provide feedback to stakeholders in order to ensure compliance with statutory obligations

vi. Cooperation with other water sector institutions-

The Agency has enhanced cooperation with other water sector institutions to promote efficiency, economies of scale and capacity building. This in turn has promoted service delivery within the water sector to the benefit of the consumers.

Community Engagements

During the year under review, the Agency continued to implement its Corporate Social Responsibility (CSR) Program in line with its policy. This Policy builds and support the execution of the Agency's mandate as part of integrating community concerns in the Agency's operation and interactions with their stakeholders and customers.

The Agency's CSR policy is anchored on five main pillars;

1. Nurturing of Sports and Education

The Agency aims at nurturing local sports by supporting and participating in marathons, In the year under review, the Agency supported and participated in three regional marathons namely; Chemususu Dam Half Marathon, Eldama Ravine Half Marathon and Kirandich Dam Road race that



aimed at preservation of Chemususu and Kirandich Dam catchment areas as well as infrastructure support to Uzalendo School.

2. Environmental Conservation

Environmental conservation is a key component of the program under our policy. Consequently, participating and supporting tree planting campaigns thereby contributing to raise the country's protection of the water catchment and forest cover.

During the year under review, the Presidential directive was allocation of 10% of the CSR budget in planting tree seedlings that can be distributed so as to achieve 10% forest cover by 2022. The Agency implemented the annual Tree Planting campaign targeting to plant more than 20,000 indigenous tree seedlings in a number of water catchments points within our area of jurisdiction. The Agency supported planting of more than 10,000 seedlings in Molo, and Nakuru Counties and Kirandich and Chemususu Dams catchment in Baringo County. The Agency also supported the Kaptagat Forest Tree Planting at Kaptagat Forest, ElgeyoMarakwet County by procuring seedlings worth Kshs. 500,000. In addition, a donation of one 10,000 ltr plastic tank and additional four 1500 ltr plastic tanks to the local tree nursery groups. The Agency also supported and participated in the Muchongoi Tulwapso, Olarabel forest block by planting 10,000 indigenous seedlings and also scaling up tree nursery for environmental conservation. It also supported the launch of the Ministerial Tree Planting Campaign at Mwache Dam Water Catchment area, Kwale County by donating 2,000 indigenous seedlings.

3 Health Care

The Agency aims at supporting health care and health sectors within our areas of operation as part of supporting the Big 4 Agenda. The Covid-19 pandemic in the country called for all service government entities to support, being a service entity; the Agency ran a hand washing campaign in its area of jurisdiction and worked with its respective County Governments and Water Service Providers to ensure that the general public gets the relevant support in terms of provision of reliable and quality water. It also identified target groups and beneficiaries such as Schools, hospitals and Health Centres, Police Stations, Markets places and Churches that benefited from the distribution of plastic tanks, sanitizers and face masks.. Approximately 500 plastic tanks that constituted 1000ltr, 1500ltr, 5000ltr and 10,000ltr were distributed. The Agency donated Aqua-tabs (water treatment) and purification tablets to floods and landslide victims in West Pokot County for domestic use and also 15. boxes of 100 g of PUR chemicals for improving domestic water quality. Further a donation of 100 plastic. tanks, 230 ltr and 5 plastic tanks 5000 ltr were distributed in the affected areas and



families living in camps in West county. Food supplies were donated to Kihoto residents of Nakuru County as a concern for the rampant malnutrition in the Low Income area.

4 Boy- Girl Child support

The Agency mentored and empowered vulnerable boys and girls within the area of jurisdiction. by supporting the donation of sanitary towels to unprivileged rural schools in West Pokot County and those that were affected by floods and landslide and Athinai Secondary School in Nakuru County. The Agency received invitations to mentor /coach young boys and girls during the holidays. This was done in three numbers of schools

5 Towards building capacity

With the view of supporting the young people actively engaged in water improvement, the Agency took in over 32 (thirty two) young graduates as interns and students on attachment attached to project engineers in the field and assigned various managers in the office for on the job training and 28 (twenty eight) youths on a one year contract. The young participants then may have an opportunity to grow and to gain new ideas to enhance water related issues.

Brig. (Rtd) Stephen Njung'e Kihu, EBS

Chairman

Date 01 March 2021

Eng. Hosea K. Wendot

Chief Executive Officer

Date 1/3/2021



X. REPORT OF THE DIRECTORS

The Directors submit their report together with the audited Financial Statements for the year ended 30th June 2020 which show the state of the Agency's affairs.

Principal activities

The principal activities of the Agency are:

- 1 Undertake development, maintenance and management of national public water works;
- 2 Hand over the waterworks to designated water services provider for operation and management;
- 3 Provide water services when ordered by the Regulatory Board (Reserve Capacity of the National Government on Water Services Provision);
- 4 Provide technical and capacity building services to County Governments and Water Services Providers upon request; and
- 5 Provide technical support to the Cabinet Secretary.

Results

The results of the Agency for the year ended 30th June, 2020 are set out on pages 39-60

Directors

The members of the Board of Directors who served during the year are as shown on pages 3-5 in accordance to the guidelines. They are appointed by the Cabinet Secretary for the line Ministry.

During the year, the Chairman and three independent directors were appointed for a term of three years.

The terms of three members was revoked they are; the former chairman Hon Asman A Kamama, two members Hon. Julius Murgor, and Eng. Philip Gichuki.

Mr Henry Mutwiri was appointed Alternate to the PS, The National Treasury, while Mr Barrack Amollo exited,

Auditors

The Auditor General is responsible for the statutory audit of the Agency in accordance with the Article 229 of the Constitution of Kenya and the Public Audit Act, 2015.



Eng. Hosea K. Wendot

Chief Executive Officer & Secretary to the Board.

Date 1/3/2021



XI. STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Board of Directors is required under the Water Act, 2016, the Public Finance Management Act, 2012, and the State Corporations Act to prepare Financial Statements in respect of that Agency, which give a true and fair view of the state of affairs of the Agency at the end of the financial year and the operating results of the Agency for that year. The Board of Directors are also required to ensure that the Agency keeps proper accounting records which disclose with reasonable accuracy the financial position of the Agency. The Directors are also responsible for safeguarding the assets of the Agency.

The Board of Directors are responsible for the preparation and presentation of the Agency's Financial Statements, which give a true and fair view of the state of affairs of the Agency for and as at the end of the year ended on 30th June 2020. This responsibility includes:

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

The Board of Directors accept responsibility for the Agency's Financial Statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the Public Finance Management Act, 2012.

The Board of Directors are of the opinion that the Agency's Financial Statements give a true and fair view of the state of Agency's transactions during the year ended 30th June 2020, and of the Agency's financial position as at that date.



The Board of Directors further confirm the completeness of the accounting records maintained for the Agency, which have been relied upon in the preparation of the Agency's Financial Statements as well as the adequacy of the systems of internal financial control.

Nothing has come to the attention of the Board of Directors to indicate that the Agency will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the Financial Statements

The Central Rift Valley Water Works Development Agency's Financial Statements were approved on 24th September 2020 and signed on its behalf by:

Brig. (Rtd) Stephen Njung'e Kihu, EBS

Chairman

Date 01 March 2021

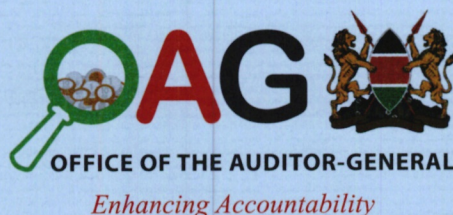
Eng. Hosea K. Wendot

Chief Executive Officer

Date 1/3/2021

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON CENTRAL RIFT VALLEY WATER WORKS DEVELOPMENT AGENCY FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Central Rift Valley Water Works Development Agency set out on pages 39 to 54, which comprise the statement of financial position, and statement of financial performance, statement of changes in net assets, statement of cash flows and the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Central Rift Valley Water Works Development Agency, and of its financial performance and of its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Water Act, 2016 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Inaccuracies in the Financial Statements

The financial statements as prepared and presented for audit had the following inconsistencies: -

- 1.1 As disclosed in Note 13 to the financial statements, the statement of financial performance reflects repairs maintenance and support to water supply schemes expenditure of Kshs.891,957,696. However, re-casting of the details listed under the note yielded Kshs.776,957,695, resulting to an unexplained variance of Kshs.115,000,001.
- 1.2 The statement of financial position reflects accounts payables balances of Kshs.487,672,586. However, the corresponding Note 7 to the financial statements

reflects a balance of Kshs.487,630,568 on the same account resulting to an unexplained variance of Kshs.42,018.

- 1.3 As disclosed in Note 12 to the financial statements, the statement of financial position reflects work-in-progress balance of Kshs.3,949,585,929 which includes AfDB funded projects of Kshs.191,750,874. However, the detailed breakdown of the projects has not been provided for audit verification.
- 1.4 Some of the expenditure items in the statement of financial performance including bank charges, audit fees, training expenses, transport operating expenses, honoraria, board expenses, contracted professional services, depreciation Corporate Social Responsibility and finance costs are not supported by corresponding disclosure notes.
- 1.5 The statement of cashflows reflects cash outflows on acquisition of non-current assets of Kshs.878,359,200 which does not agree to the referenced disclosures Notes 2 and 12.
- 1.6 Statement of cash flows on financing activities reflects loan redemption and interests of Kshs.4,314,036 which does not tie to the referenced disclosures Note 14 and
- 1.7 Note 10 discloses other income of Kshs.28,393,093 whose details have not been disclosed.

Consequently, the accuracy and completeness of the above balances included in these financial statements could not be confirmed.

2.0 Unsupported Income

Note 10 to the financial statement reflects government grants of Kshs.1,509,459,842 while the statement of changes in net assets reflects general funds receipts for development of Kshs.1,070,000,000. The total amount of Kshs.2,579,459,842 represents funds received from the parent Ministry. However, independent confirmation from the parent Ministry of Water, Sanitation and Irrigation reflects total grants disbursements to the Agency of Kshs.2,531,249,998, resulting to an unexplained variance of Kshs.48,209,844.

Consequently, the accuracy and fair statement of the total fund receipts of Kshs.2,579,459,842 for recurrent and development could not be confirmed.

3.0 Unsupported Travelling and Accommodation Expense

As disclosed in Note 11 to the financial statements, the statement of financial performance reflects administrative expenses of Kshs.158,204,182. Included in the amount is travelling and accommodation expenses of Kshs.47,605,057 out of which Kshs.1,489,600 relates to imprests issued to various officers. However, the surrender payment vouchers were not supported by the requisite evidence which include letters of invitation for official duties, minutes of attendance to official meetings and work tickets as evidence of travel. In addition, the Agency does not maintain an imprest register in which the transactions relating to imprest issued and surrendered would be reflected.

Consequently, the accuracy and completeness of the travelling and accommodation expenditure of Kshs.47,605,057 could not be confirmed.

4.0 Unsupported Board Expenses

The statement of financial performance reflects board expenses of Kshs.27,361,959 with no corresponding disclosure note. The amount was spent on payment of sitting and mileage allowances and seminars for Board members. However, expenditure totalling to Kshs.9,165,270 was supported by unsigned forms which did not indicate the dates of the meetings, registration number and engine capacity of the motor vehicles used to justify the mileage claims.

Consequently, the accuracy and propriety of the board expenses of Kshs.27,361,959 could not be confirmed.

5.0 Repairs, Maintenance and Support to Water Supply Schemes

As disclosed in Note 13 to the financial statements, the statement of financial performance reflects repairs, maintenance and support to W/S schemes of Kshs.891,957,696.

5.1 Unsupported Surrenders of Imprests

Included in the expenditure was payment of Kshs.32,671,400 as imprests to officers for various programmes and whose surrenders vouchers were not supported with requisite reports showing the activity undertaken, the water points which were repaired and the distribution lists as applicable. The details are as tabulated in **Appendix 1**.

Under the circumstances, the accuracy and occurrence of repairs, maintenance and support to water supply schemes expenditure of Kshs.32,671,400 could not be confirmed.

5.2 Unsupported Payments for Civil Works

Included in the expenditure were payments for the civil works amounting to Kshs.562,413,120 were paid to various contractors to undertake civil works under various programmes as detailed in **Appendix 2**.

However, payment vouchers, procurement records and contract agreements for the contracts have not been provided for audit review.

Consequently, the accuracy and completeness of payments for civil works amounting to Kshs.562,413,120 could not be confirmed.

6.0 Unsupported Property, Plant and Equipment

As disclosed in Note 2 to the financial statements, the statement of financial position reflects property, plant and equipment balance of Kshs.2,153,280,903. As reported previously, the Agency inherited non-current assets in form of water distribution infrastructure of undetermined value previously owned by the Ministry of Water and Sanitation and the National Water Harvesting and Storage Authority. The assets have not

been valued and incorporated in the Agency's financial statements despite continued usage to generate revenue. The Management attributed this to lack of formal transfer of the assets, but no action has been taken to resolve this.

Consequently, the accuracy and fair statement of the reported property, plant and equipment balance of Kshs.2,153,280,903 could not be confirmed.

7.0 Work-In-Progress

As disclosed in Note 12 to the financial statements, the statement of financial position reflects Work-In-Progress balance of Kshs.3,949,585,929. However, the following anomalies were noted; -

7.1 Iten Sabor Water Project

Included in the balance is Kshs.167,618,647 in respect of Iten Sabor Water Project that was completed and commissioned in October, 2017. The Project ought to be transferred to completed works to facilitate its amortization.

7.2 Unaccounted for Expenditure at Itare Dam

Included in the balance is Kshs.656,521,105 in relation to Itare dam which includes total payments of Kshs.67,661,173 during the year under review despite it having stalled. Kshs.8,259,232 out of the amount relates to payments to various officers through imprests for subsistence allowances and security. However, the payments have not been accounted for with requisite work tickets and schedules signed by security officers who were paid.

In the circumstances, the accuracy, and fair statement of the reported work-in-progress balance of Kshs.3,949,585,929 could not be confirmed.

8.0 Accounts Receivables

As disclosed in Note 4 to the financial statements, the statement of financial position reflects accounts receivable balance of Kshs.1,143,971,499. However, the following anomalies were noted; -

8.1 Administration Fees from Water Service Providers (WSP)

Included in the balance is administration fees receivable from Water Service Providers (WSPs) of Kshs.649,241,619. However, independent confirmation from five WSPs sampled revealed significant variances as detailed below:

Water Service Provider (WSP)	Balance as per Financial Statements (Kshs.)	Balance as per Water Service Provider (Kshs.)	Variance (Kshs.)
Nakuru Water Company	275,796,820	446,976,984	(171,180,164)
Nakuru Rural Water Company	224,070,969	214,025,320	10,045,649
Narok Water Company	26,150,361	4,367,604	21,782,757
Iten Water Company	7,478,483	13,590,269	(6,111,786)

Water Service Provider (WSP)	Balance as per Financial Statements (Kshs.)	Balance as per Water Service Provider (Kshs.)	Variance (Kshs.)
Naivasha Water Company	47,316,081	4,467,743	42,848,338

Further, the Agency has not reported any recovery of administration fees since the 2016/2017 financial year.

8.2 Water Service Provider (WSP) Loan Repayment

The accounts receivable balance also includes Kshs.58,671,417 relating to loan repayment for Nakuru Water and Sanitation Company (NAWASCO). However, the loan agreement, loan statement or ledger in support of the balance were not provided for audit verification.

In the circumstances, the accuracy and fair statement of the reported accounts receivable balance of Kshs.1,143,971,499 could not be confirmed.

9.0 Bank Balances

As disclosed in Note 6 to the financial statements, the statement of financial position reflects bank balances of Kshs.1,986,084,525. The balance is in respect of amounts held in KCB General Account, KCB Development Funds - GOK, KCB JICA Rural W/S Account and the KCB Equalization Account. However, the cashbooks for the four accounts did not reflect the opening and closing balances for the year under review.

Further, a cheque no 165 dated 22 April, 2020 for Kshs.5,168,774 was debited thrice and only reinstated only once vide reversal in the KCB JICA Rural W/S Account, indicating a duplicate payment. The Management has not explained the action being taken to address the anomaly.

Consequently, the accuracy and fair statement of the reported bank balances of Kshs.1,986,084,525 could not be confirmed.

10.0 Unsupported Accounts Payable Balances

As disclosed in Note 7 to the financial statements, the statement of financial position reflects accounts payable balances of Kshs.487,672,586. However, the accounts payable includes KCB consumer deposits balance of Kshs.4,061,414 which has not been supported by detailed schedules indicating the consumers owed.

Further, the accounts payable balance also includes general development retentions of Kshs.164,742,911 which was not supported by a ledger.

Consequently, the accuracy, and fair statement of the accounts payable balance of Kshs.487,672,586 could not be confirmed.

11.0 Unsupported Loan Balances

As disclosed in Note 14 to the financial statements, the statement of financial position reflects Loans ADF of Kshs.1,279,797,571 (2018/2019 - Kshs.1,352,212,296). The

balance is a decrease of Kshs.72,414,725 from the previous year's reported balance. The liability is a long-term loan acquired from the African Development Bank in 2005, which had a repayment grace period of 5 years, to improve water supply and sanitation services within the jurisdiction of the Agency. The loan proceeds were subsequently passed on to the water services providers who were meant to make repayments after the expiry of the grace period to the Agency for onward transmission to The National Treasury.

However, there was no statement provided in support of the balances. Further, independent confirmation from The National Treasury reflected a balance of Kshs.1,367,315,071, leading to an unexplained variance of Kshs.87,517,500.

Consequently, the accuracy of the reported Loans ADF balance of Kshs.1,279,797,571 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Central Rift Valley Water Works Development Agency 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.

Emphasis of Matter

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.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the procedures performed, except for the matters described in the Basis for Conclusion on Compliance 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 money has not been applied lawfully and in an effective way.

Basis for Conclusion

1. Stalled Project - Itare Dam Water Supply

As previously reported, the Agency awarded Contract No. RWWSB/AD/13/1(Works) to an international company for the construction of Itare Dam Water Supply on 15 May, 2015 at a contract sum of Kshs.28,973,739,492. The contract for provision of consulting

services on the project was then awarded later on 28 October, 2016 to another international firm at a contract sum of Kshs.694,090,008.

The contract period for the project was for 48 months with effect from 6 April, 2017. The project had five (5) components, namely; 27 million m³ water storage dam, water treatment plant, bulk transfer tunnel, bulk transfer pipeline and reservoirs with distribution pipelines. However, during physical verification conducted in January 2021, it was noted that no works were ongoing at the site as the contractor had suspended works since 24 September, 2018 citing delays in payment for an interim payment certificate (IPC) number 7. Although the payment has since been made, the contractor is yet to resume works at the site and hence it has stalled.

Further, in December 2018, the Contractor was subjected to pre-bankruptcy proceedings in an international court of law and the outcome remains unknown. At the time when construction was halted, the Contractor had been paid Kshs.11,064,145,695 representing (39.3%) of the contract sum against certified value of work done which stood at 27%. The payment arrangement is such that the Agency jointly with the consultant, certifies the contractor's fee notes for money to be released by the Ministry of Water and Sanitation.

Subsequently, on 4 February, 2020, the Agency terminated the contract and demanded refund of the advance payment of Kshs.4,346,060,923 and performance guarantee as provided for in the contract. However, as at the time of this audit in January 2021, the advance payment had not been refunded and the project remained stalled.

Further, the Consultant whose duties include monitoring the percentage of works executed, inform the employer about actual progress of works against the overall program, monthly measurement of the work executed, material controls and issuing the performance certificates had been paid a total of Kshs.491,446,506 (or 71% of the contract sum) based on monthly invoices submitted up to June 2020. It is not clear how the consultant's fees continue to be justified without revising the contract despite the project having stalled.

Consequently, with the continued delay in completion of the project costs may escalate while the project may not realize its intended objective of supplying 100,000 m³ of water per day to the people of Nakuru and Kericho Counties.

2. Project Verification

Physical verification of five projects with a total contract sum of Kshs.6,599,848,132 in January 2021, noted various shortcomings as detailed in **Appendix 3**.

In the circumstances, it was not possible to confirm if the residents of these regions will realize value for money for the contracts valued at Kshs.6,599,848,132 for the ongoing projects.

3. Lack of a Vote Book

The Agency did not maintain a vote book or its equivalent in its accounting system during the year under review contravening Regulation 52(1)(d) of the Public Finance

Management (National Government) Regulations, 2015. The regulation states that when the Authority to Incur Expense (AIE) is issued by the Ministry or State Department or Agency, the allocation shall be entered as a commitment in the Ministry's or State Department's or Agency's master vote book so as to ascertain at all times the availability of uncommitted funds.

To the extent, the Management was in breach of the law.

4. Grounded Motor Vehicles

As disclosed in Note 2 to the financial statements, the statement of financial position reflects property, plant and equipment balance of Kshs.2,153,280,903 which includes Kshs.22,235,391 in respect to motor vehicles. However, two vehicles with registration numbers KAC 734S and GKA 781L of undetermined value have remained grounded since April, 2016. The Management is in contravention of Section 72(b) of the Public Finance Management Act, 2012 which requires the accounting officer to manage assets in a way which ensures that the entity achieves value for money in acquiring, using and disposing of those assets.

To the extent, the grounded vehicles continue to depreciate and lose economic value.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT SYSTEMS AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Lack of Fixed Assets Register

A review of the fixed assets registers provided for audit revealed that it lacked important information such as date of acquisition of asset, cost of acquisition (value) of the asset and additions made during the financial year under review.

Consequently, the register may not provide an accurate record of the assets owned by the Agency.

2. Failure to Develop Risk and Fire Management Strategy

The Agency does not have a risk management policy to guide it on assessment and evaluation of risk and subsequent development of the strategies to mitigate them. This is contrary to Regulation 165(1) of the Public Finance Management (National Government) Regulations, 2015 which states that the Accounting Officer shall ensure that the national government entity develops Risk Management Strategies, which include Fraud Prevention Mechanism and a system of Risk Management and Internal Control that builds robust business operations.

Consequently, the service delivery may be adversely affected if the risks are not proactively identified and mitigated accordingly.

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

Responsibilities of Management and the Board of Directors

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

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

The Board of Directors is responsible for overseeing the financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to

those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Agency 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 Agency to cease sustaining 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 Agency to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

14 February, 2022

Report of the Auditor-General on Central Rift Valley Water Works Development Agency for the year ended 30 June, 2020

Appendix 1

Programmes	No. of Imprests Issued	Amount (Kshs)
Support to Communities - Strategic Funding	9	2,540,400
Support to Communities - Public Priority	4	1,242,300
Drought Mitigation and Emergency Interventions	22	6,004,600
Support to Communities - Equalization Fund	4	1,317,300
Suswa Industrial Park	2	805,600
Support to Water Service Providers- WSPs	1	212,800
Support to Water Service Providers-JICA	1	375,600
Support for Big 4 - Suswa Industrial Park	3	1,480,400
Water for Schools Programme	2	637,000
Feasibility Study for World Bank Projects	1	65,400
Support to Communities - Strategic Funding	21	7,695,450
Support to Water Service Providers-JICA	2	1,245,700
Support to Communities - Public Priority	2	1,055,900
Drought Mitigation and Emergency Interventions	20	7,127,150
Support to Communities- Equalization Fund	3	950,400
Dams and Pans Development	2	721,000
Total		32,671,400

Appendix 2

Programmes	No. of Payments	Amount (Kshs)
Support to Communities Strategic Funding	6	4,960,958
Support to Water Service Providers - JICA	1	296,800
Maintenance of Buildings and Stations	4	3,513,291
Support to Communities - Public Priority	76	223,067,955
Drought Mitigation and Emergency Interventions	18	36,753,710
Support to Communities - Equalization Fund	10	42,302,584
Development of Dams and Pans	5	52,466,152
Big 4 - Suswa Industrial Park	4	199,051,669
Total		562,413,120

Appendix 3

Description	Contract Sum (Kshs.)	Physical Observation
1. Kirandich Basin Project	2,503,134,000	<p>Only concreting of Kapropita tank has been done. Kapkut tank ongoing while the other 8 have not commenced. Sewerage treatment works of the ponds are at excavation and drilling levels. Enlargement of dam spillway (draw-off system and expansion of dam spillway) at design stage.</p> <p>Protection of reservoir from siltation (silt dams and erosion of dam spillway), purchase and installation of dam electrical and instrumentation equipment, construction of power generation system and rehabilitation of management offices not done.</p>
2. Chemususu Phase II Water Supply Project	2,980,992,533	<p>The Contractor had constructed several concrete tanks as well as steel tanks on various sites. However, the Agency had not procured land on which the tanks are constructed.</p>
3. Naivasha Industrial Park Water Supply Project	995,396,658	<p>Only four boreholes were drilled despite payment having been made for 6 boreholes.</p> <p>No signage was put in place to identify and differentiate the boreholes.</p> <p>The contract provided for purchase of 1 No. 4WD Fortuner at a sum of Kshs.10,000,000 and 2 No. 125cc motorbikes at a sum of Kshs.600,000.</p> <p>However, three vehicles were bought, that is, 2 No. 4WD double cabin pickups registration number KCY 441Y and KCZ 130C and 1 No. 4WD Fortuner registration number KCZ 295N with no evidence of approval for variation. Details of the cost of the three vehicles have not been provided.</p> <p>The Bill of Quantities provided for 4 sign boards @ Kshs.90,000 but only one was erected at the 4500m³ masonry tank at Longonot site.</p> <p>Construction of 100 m³ break pressure tank had not been started due to delay in land acquisition.</p>

Description	Contract Sum (Kshs.)	Physical Observation
4. Augmentation of Suswa Water Project	49,965,344	<p>The water pump at DCK borehole which is the main source for Suswa water project was not in place.</p> <p>There was no signage by the Agency and contractor indicating the works carried of the 225 m³ masonry tank at Narasha, 100 m³ masonry tank at Nkorienito, one (1) water kiosk at Narasha, one (1) cattle trough at Narasha, one (1) water kiosk at Nkorienito and one (1) cattle trough at Nnkorienito.</p> <p>The two (2) water kiosks at Narasha and Nkorienito were not labelled.</p> <p>The pipework done at the tanks and water troughs had been vandalized.</p>
5. Inkorienito (Nairagie Enkare) Dam Water Project	70,359,597	<p>The Operator's and attendant's two-bedroomed house was completed in 2019 but not yet occupied.</p> <p>The toilet and bathroom block have not been completed.</p> <p>The Project has not been tested and commissioned due to lack of power to pump the water.</p> <p>2 No. cattle troughs were constructed instead of 4 as the BQ specified. One of the cattle troughs was constructed inside a Hospital.</p> <p>No chain link fencing done around the dam and the staff house, only concrete poles erected.</p>
Total	6,599,848,132	



XIII. STATEMENT OF FINANCIAL PERFORMANCE

**STATEMENT OF FINANCIAL PERFORMANCE
 FOR THE YEAR ENDED 30 JUNE 2020**

		2019/2020 KSHS	2018/2019 KSHS
INCOME	10	1,598,379,547	1,316,746,275
EXPENDITURE			
Administrative Expenses	11	158,204,182	145,645,076
Bank Charges		3,192,656	2,192,276
Audit Fees		348,000	348,000
Training Expenses (Conferences and Seminars)		10,627,318	14,437,016
Transport Operating Expenses		13,038,692	9,911,548
Honoraria		880,000	320,000
Repairs, Maintenance and Support to W/S schemes	13	891,957,696	411,941,496
Board Expenses		27,361,959	9,758,016
Contracted professional services		5,677,548	3,120,245
contracted guards & cleaning services		2,118,888	2,481,442
Depreciation		3,053,839	226,858
Corporate Social Responsibility (CSR)		7,718,356	3,821,600
Finance cost		22,439,153	25,896,044
TOTAL EXPENDITURE		1,146,618,288	630,099,617
SUPLUS/(DEFICIT)		451,761,258	686,646,658



XIV. STATEMENT OF FINANCIAL POSITION

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020			
	NOTES	2019/2020 KSHS	2018/2019 KSHS
ASSETS			
Non-Current Assets	1 & 2		
Property, Plant & Equipment		2,153,280,903	2,152,431,732
Work In Progress	12	3,949,585,929	3,147,502,445
Total Non-Current Assets		6,102,866,832	5,299,934,177
Current assets			
Accounts Receivables	4	1,143,971,499	1,063,859,353
Deposits	5	95,000	95,000
Bank	6	1,986,084,525	1,452,246,989
Total Current assets		3,130,151,023	2,516,201,343
TOTAL ASSETS		9,233,017,855	7,816,135,520
EQUITY AND LIABILITIES			
Capital	9		
-General Fund		4,258,085,204	3,188,085,204
-Reserves		2,611,996,556	2,160,235,298
Loans Adf	14	1,279,797,571	1,352,212,296
Loans interest Adf		595,465,938	591,151,902
Total Non-Current Liabilities		8,745,345,269	7,291,684,699
Accounts Payables			
Accounts Payables	7	487,672,586	524,450,821
Total Accounts Payables		487,672,585	524,450,821
TOTAL EQUITY AND LIABILITIES		9,233,017,855	7,816,135,520

The Financial Statements on pages 39-60 were approved for issue by the Board of Directors on 24th of September, 2020

Signed: _____

**Brig. (Rtd) Stephen Njung'e Kihu, EBS
Chairman**

Date: 01 March 2021

Signed: _____

**Eng. Hosea Wendot
Chief Executive Officer**

Date: 1/3/2021



XIII STATEMENT OF CHANGES IN NET ASSETS

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2020

	General Fund Kshs	Revenue Reserves Kshs	Totals Kshs
year ended 30 JUNE 2020			
Balances at start of year	3,188,085,204	2,160,235,298	5,348,320,502
Funds received during the period	1,070,000,000	-	1,070,000,000
Surplus for the year	-	451,761,258	451,761,258
Balances at end of year	4,258,085,204	2,611,996,556	6,870,081,760

STATEMENT OF CHANGES IN OWNERS' FUNDS FOR THE YEAR ENDED 30TH JUNE 2019

	General Fund Kshs	Revenue Reserves Kshs	Totals Kshs
Period ended 30 JUNE 2019			
Balances at start of year	2,610,585,204	1,473,588,640	4,084,173,844
Funds received during the year	577,500,000	-	577,500,000
Surplus for the year	-	686,646,658	686,646,658
Balances at end of year	3,188,085,204	2,160,235,298	5,348,320,502



XIV STATEMENT OF CASH FLOWS

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020		
	2019/2020	2018/2019
	KSHS.	KSHS.
A. OPERATING ACTIVITIES		
Cash generated from operations	451,761,258	686,646,658
Depreciation Adjustment	3,053,839	226,858
Decrease(Increase) in Accounts Receivables	4 (80,112,146)	148,752,209
Increase(Decrease) in Accounts Payables	7 (36,820,253)	(25,313,411)
CASH FLOW FROM OPERATING ACTIVITIES	337,882,699	810,312,314
B. INVESTING ACTIVITIES		
Non-Current Assets acquired	2 & 12 (878,359,200)	(1,051,514,629)
CASH FLOW FROM INVESTING ACTIVITIES	(878,359,200)	(1,051,514,629)
C. FINANCING ACTIVITIES		
Loans	-	-
Loan redemption + Interests	14 4,314,036	80,185,651
Grants	9 1,070,000,000	577,500,000
CASH FLOW FROM FINANCING ACTIVITIES	1,074,314,036	657,685,651
D. TOTAL CASH FLOW (A +C)	1,412,196,735	1,467,997,965
NET CASH FLOW (D+B)	533,837,535	416,483,336
MOVEMENT IN CASH AND CASH EQUIVALENTS		
As at June 2019	1,452,246,989	1,035,763,653
Increase/(Decrease) for the year	533,837,535	416,483,336
As at June 2020	1,986,084,524	1,452,246,989



XV STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

	Original Budget 2019/2020	Adjustments 2019/2020	Revised Budget 2019/2020	Actual on Comparable 2019/2020	Performance Difference 2019/2020
	Ksh	Ksh	Ksh	Ksh	Ksh
REVENUE 4					
Other Misc incomes	17,435,000	(10,958,093)	28,393,093	28,393,093	-
GoK Grants-development	1,840,000,000	(549,459,844)	2,389,459,844	2,389,459,844	-
GoK Grants-Recurrent	190,000,000	2	189,999,998	189,999,998	-
WSPs Loan Repayment	54,225,000	(64,608)	54,289,608	54,289,608	-
Other Governments- KIDDP	-	(6,237,004)	6,237,004	6,237,004.00	-
TOTAL INCOME	2,101,660,000		2,668,379,547	2,668,379,547	-
EXPENSES					
Staff emoluments 11	80,000,000	1,679,032	78,320,968	78,320,968	-
Operating expenses	84,061,000	(60,982,825)	145,043,825	145,043,825	-
Repairs and Maintenance 13	400,874,000	491,083,696)	891,957,696	891,957,696	-
Board expenses	36,000,000	7,758,041	28,241,959	28,241,959	-
Depreciation	1,500,000	(1,553,839)	3,053,839	3,053,839	-
The National Treasury	54,225,000	(18,189,725)	72,414,725	72,414,725	-
TOTAL EXPENDITURE	656,660,000		1,219,033,013	1,219,033,013	-
Surplus/Deficit					-
DEVELOPMENT					
Projects listed under Work in progress 12	1,070,000,000	267,916,516	802,083,484	802,083,484	-
	1,726,660,000		2,021,116,497	2,021,116,497	



XVI NOTES TO THE FINANCIAL STATEMENTS

1. Statement of Compliance and Basis of preparation

The Agency's Financial Statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The Financial Statements are presented in Kenya Shillings, Which is the functional and reporting currency of the Agency and all values are rounded to the nearest shilling. The accounting policies have been consistently applied.

The Financial Statements have been prepared on the basis of historical cost, unless stated otherwise.

The cash flow statement is prepared using the direct method. The Financial Statements are prepared using Accrual basis.

i) Summary of Significant Accounting Policies

a) Revenue Recognition

The Agency recognizes revenue of goods and services in the period in which the board delivers the services to the customer and the Customer has accepted. Government grants are recognized when received.

b) Deferred income

Deferred income is recognized instead of revenue. Other non exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the entity and the fair value of the asset can be measured reliably.

c) Rental income

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

d) Budget information

The annual budget is prepared on the accrual basis, that is, all planned costs and income are presented in a single Statement to determine the needs of the entity. As a result of the adoption of the accrual basis for budgeting purposes, there are no basis, timing or entity differences that would require reconciliation between the actual comparable amounts and the amounts presented as a separate additional Financial Statement in the statement of comparison of Budget and actual amounts.

e) Property, Plant and Equipment–IPSAS17



All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value. Land has been taken at cost though on leasehold status to be converted to the freehold. Depreciation is calculated using the straight line method to write down the cost of the assets to their residual value over the estimated useful lives, as follows;

Asset Description	% Per	
	annum	Years
Motor Vehicles	25	4
Furniture and fittings	12.5	8
Plant and Machinery	12.5	8
Computers and office equipment	33.3	3
Water pipelines	5	20
Sewerage line	5	20
Buildings	2	50
Water Reservoirs & Storage	2	50
Electro-mechanical, Tools & Equipment	6.67	15
Boreholes	2	50
Intangible Assets	33.3	3

The assets are not depreciated in the year of acquisition. WSPs and CBOs Assets acquired on behalf of Water Services Providers (WSPs) and Community Based Organizations (CBOs) shall not be depreciated.

f) Employee benefits – IPSAS 25
Retirement benefit plans

The Entity provides retirement benefits for its employees as prescribed by regulations issued by Government from time to time. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable.

g) Financial Risk



The Entity assumes that no un-expected changes in level of funding required for supporting its investment plans this may be due to changes in national priorities which currently places water at a high level against competing national needs or unreliable donor support.

h) Taxation

The Entity is a Non Commercial Parastatal under the Ministry of Water, Sanitation & Irrigation dealing with water development and water is a non taxable commodity, tax has not been provided for.

j) Borrowing costs – IPSAS 5

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

k) Related parties – IPSAS 20

The Entity regards a related party as an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa and for this reason Water Service Providers are related parties to the Agency.

l) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank. Bank account balances include amounts held at the commercial banks at the end of the financial year.

m) Changes in accounting policies and estimates–IPSAS3

The entity recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

n) Subsequent events – IPSAS 14

There have been no events subsequent to the financial year end with a significant impact on the Financial Statements for the year.



2. Non-current Assets Movement Schedule

Asset Class	Cost (Kshs)	Additions (Kshs)	Totals (Kshs)	Accumulated Depreciation B/F (Kshs)	Depreciation (Kshs)	Accumulated Depreciation C/F (Kshs)	Net book Value as at 30/06/2020 (Kshs)	Net book Value as at 30/06/2019 (Kshs)
Furniture & Fittings 12.5%	6,282,412	397,200	6,679,612	3,459,122	352,911	3,812,033	2,867,579	2,823,290
Motor vehicles 25%	7,778,720	-	7,778,720	2,087,720	1,422,750	3,510,470	4,268,250	5,691,001
Plant & Machinery 12.5%	2,328,737	-	2,328,737	2,328,737	-	2,328,737	-	-
Land 0%	8,401,550	-	8,401,550	-	-	-	8,401,550	8,401,550
Computers, UPS & Printers, office Equip 33.3%	10,520,220	3,705,491	14,225,711	6,028,297	1,278,178	7,306,475	6,919,236	3,838,375
Sub total	35,311,639	4,102,691	39,414,330	13,903,876	3,053,839	16,957,715	22,456,615	20,754,216
Assets Acquired under ADB project								
Water Pipelines 5%	658,501,343	-	658,501,343	-	-	-	658,501,343	658,501,343
Sewerage Lines 5%	131,276,646	-	131,276,646	-	-	-	131,276,646	131,276,646
Buildings 2%	162,773,515	-	162,773,515	-	-	-	162,773,515	162,773,515
Storage Tanks & Reservoirs 2%	74,233,062	-	74,233,062	-	-	-	74,233,062	74,233,062
Electro-Mechanical Tools & Equipment 6.67%	184,300,452	-	184,300,452	-	-	-	184,300,452	184,300,452
Fixtures & Fittings 12.5%	1,910,115	-	1,910,115	-	-	-	1,910,115	1,910,115
Computers, UPS & Printers 33.3%	15,834,053	-	15,834,053	-	-	-	15,834,053	15,834,053
Meters 20%	103,239,739	-	103,239,739	-	-	-	103,239,739	103,239,739
Boreholes 2%	167,126,009	-	167,126,009	-	-	-	167,126,009	167,126,009
Motor vehicles 25%	22,235,391	-	22,235,391	-	-	-	22,235,391	22,235,391
Intangible Assets* 33.33%	609,820,577	-	609,820,577	-	-	-	609,820,577	609,820,577
Sub total	2,131,250,902	-	2,131,250,902	-	-	-	2,131,250,903	2,131,250,902
Total	2,166,562,541	4,102,691	2,170,665,232	13,903,876	3,053,839	16,957,715	2,153,707,517	2,152,005,118
prior year error adjustment							(426,614)	
Total	2,166,562,541	4,102,691	2,170,665,232	13,903,876	3,053,839	16,957,715	2,153,280,903	2,152,005,118

*Intangible assets: this is made up of consultancies under the project

*Assets acquired under ADf project have not been depreciated since the Generally Accepted Accounting Principles (GAAPs) principle on "matching expense to income" was not met



3. Inventories

The entity did not have any stocks as at the end of the financial year. Inventories are stated at the lower of cost and net realizable value.

4. Accounts Receivables

Receivables are recognized at fair value. No provision is made for impairment of receivables as there is no objective evidence that the Agency will not be able to collect the amounts due to it according to the terms of original receivable

	2019/2020 Kshs	2018/2019 Kshs
WSPs Administration Fees	649,241,619	649,241,619
WSPs Loan Repayment(NAWASSCO)	58,671,417	52,093,326
WSPs Loan Repayment(Others)	29,642,125	14,821,062
Staff	-	130
Guangxi Hydroelectric construction bureau	227,821,204	292,794,270
HP Gauff	16,426,701	21,400,592
Davis & Shirliff	-	20,691,390
Zonals Company Ltd	-	6,500,000
Emcons	-	6,316,964
GIBB International	2,823,982	-
China civil Engineers	149,309,499	-
SMS Consulting Engineering	1,758,592	-
COSPIN	8,276,360	-
	1,143,971,499	1,063,859,353

*



5. Deposits

	2019/2020	2018/2019
	Kshs	Kshs
Rent (Mugi Properties)	60,000	60,000
Electricity (KPLC)	30,000	30,000
Water (NAWASSCO)	5,000	5,000
	95,000	95,000

6. Cash and Cash Equivalents

	2019/2020	2018/2019
	Kshs	Kshs
KCB General Account	118,320,714	53,283,038
KCB EU-ACP Account	-	18,043
KCB Development funds - GOK	333,059,785	1,341,569
KCB Revenue Account	1,293,316,577	1,017,459,772
KCB Kenya/Italy Account	7,917,983	1,683,052
Cash in Hand	-	130
KCB Consumer Deposit Account	4,061,414	4,062,605
KCB JICA Rural W/S Account	183,513,421	205,103,234
KCB Loan ADf Account	9,865,906	52,682,022
KCB Equalization Account	36,028,725	116,613,525
	1,986,084,525	1,452,246,989



7. Accounts

Payables

	2019/2020 KSHS	2018/2019 KSHS
Administration-		
Staff Gratuity and Pension	5,176,963	4,101,046
Voluntary Salary Deduction	593,750	593,750
Compulsory Salary Deduction	-	1,088,370
Trade creditors-		
KCB Consumer deposits Account	4,061,414	4,062,605
KCB ADf Loan Account	9,865,906	52,682,022
General trade creditors	3,299,264	6,846,045
KENYA ITALY		
Creditors-		
Retention Kenya Italy	-	8,566,179
UNICEF Creditors-		
Retention UNICEF	774,992	774,992
Development Creditors-		
H.P Gauff	8,364,229	11,517,754
GIBB Africa Ltd	-	5,647,964
Nairobi Iron Mongers	279,523	279,523
Machiri LTD	1,175,641	1,175,641
Retention money Olkalou	5,708,813	5,708,813
Retention money adb	198,502	198,502
General Development Creditors	17,370,934	38,975,995
General Development Retentions	164,742,911	118,114,057
The National Treasury	266,017,726	261,703,690
WHT Contractors AfDB	-	2,413,875
	487,630,568	524,450,821

8 Assets and liabilities from the National Water Conservation and Pipeline Corporation and the Ministry of Water, Sanitation & Irrigation have not been formally transferred to the Agency. Once these assets are transferred they will appear in the Agency's Accounts.



9. Capital and Reserves

	Capital Fund	Revenue Reserves	TOTAL
Year ended June 2020	Kshs	Kshs	Ksh
Balances at start of period	3,188,085,204	2,160,235,298	5,348,320,502
Funds received during the year	1,070,000,000	-	1,070,000,000
Surplus for the year	-	451,761,258	451,761,258
Balances end of the period	4,258,085,204	2,611,996,556	6,870,081,760

10. Income

	2019/2020 Kshs	2018/2019 Kshs
Government Grants	1,509,459,842	1,243,941,304
WSPs Loan Repayment	54,289,608	54,289,608
KIDDP	6,237,004	1,624,056
JICA Rural W/S	-	-
Other Incomes	19 28,393,093	16,891,308
Total	1,598,379,547	1,316,746,275

11. Administrative Expenses

	2019/2020 Kshs	2018/2019 Kshs
Accessories for computers & printers	3,225,817	3,559,307
Advertising, Publicity & Trade shows	4,964,827	6,547,756
Courier & Postal Services	279,540	223,003
Electricity & Water	838,139	830,888
General Office expenses/supplies	3,681,875	2,749,791
Publishing & Printing	371,186	467,823
Subscription to newspapers & publication	120,720	60,000
Insurance expenses	9,771,840	7,155,539
Telephone & Internet Expenses	747,136	682,725
Official Entertainment	2,833,228	2,658,337
Personnel Emoluments	78,320,968	72,511,991
Staff Welfare expenses	5,351,510	530,000
Travelling & Accommodation	47,605,057	47,667,916
Medical Exp	92,339	-
Total	158,204,182	145,645,076



12. Work-in-Progress

Part of the assets acquired under the Olkalou Water Project whose works are continuing have been treated as work-in-progress in the accounts until that project component is completed and handed over.

	2019/2020 Kshs	2018/2019 Kshs
Olkalou Town Water Project	115,602,391	115,602,391
Itare Dam W/S	656,521,105	586,370,750
Chemususu Phase II W/S	2,618,027,085	2,032,405,715
Kirandich Phase II W/S	200,065,828	186,408,056
Iten Sabor Water Project	167,618,647	167,618,647
AfDB Funded Projects	191,750,874	59,096,886
	3,949,585,929	3,147,502,445

13. Repairs of Water Supplies and support to schemes

	2019/2020 Kshs	2018/2019 Kshs
Strategic funded Projects	8,592,668	30,251,593
JICA funded Baringo projects	28,689,547	34,549,825
world bank funded projects	171,400	37,100
Rehabilitation of water supplies	,051,973	,525,576
Maintenances	7,334,256	2,225,260
Public Priority fund projects	381,360,764	111,025,503
Drought mitigation /borehole projects	67,160,298	34,152,184
Support WSPs	212,800	34,152,184
Support KFW Funded	-	77,700
Equalization fund projects	111,060,443	195,330,395
Napuu/ Llotikipi	-	158,200
Dams & Pans	53,448,152	-
Naivasha Industrial Park	82,070,130	1,933,434
Water for Schools programme	36,805,264	-
	891,957,696	411,941,496

14. Loan ADF

The AfDB loan is on-lending to the Board. The Government of Kenya took the Loan from ADF. However, there was no funds in relation to loans received during the year.

14 (a) Principal outstanding

	2019/2020 Kshs	2018/2019 Kshs
The National Treasury	1,279,797,571	1,352,212,296
	1,279,797,571	1,352,212,296

14 (b) Principal Repayments

	2019/2020 Kshs	2018/2019 Kshs
The National Treasury	72,414,725	9,800,000
	72,414,725	9,800,000



14 (c) Loan	2019/2020	2018/2019
	Kshs	Kshs
The National Treasury(Redemption)	54,289,608	54,289,608
	54,289,608	54,289,608
15 Transfers from other Government	2019/2020	2018/2019
	Kshs	Kshs
Government Grants	1,509,459,842	1,243,941,304
KIDDP	6,237,004	1,624,056
JICA	-	-
Total Government Grants & Subsidies	1,515,696,846	1,245,565,360
16 Rental Services	2019/2020	2018/2019
	Kshs	Kshs
Bill Board	-	200,000
	-	200,000
17. Income	2019/2020	2018/2019
	Kshs	Kshs
WSPs Loan Repayment	54,289,608	54,289,608
	54,289,608	54,289,608
	2019/2020	2018/2019
	Kshs	Kshs
18 Other Income		
Laboratory /Tender fees	983,800	988,400
Interest current Accounts	19,438,317	13,289,033
WHT Contractors AfDB	7,970,976	2,413,875
	28,393,093	16,691,308
Totals (16)+(18)	28,393,093	16,891,308

19. Related Party Relations

The Water Act 2016 establishes relations with the County Governments. In this regard the Agency provided technical and capacity building services to County Governments and Water Services Providers upon them requesting. It also assisted in the areas of management of water service provision including monitoring and developing management tools.

20. Reporting Currency

The currency used is Kenya Shillings (KSHS)



XV. APPENDIX 1: PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

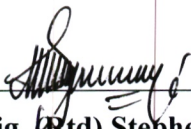
The following is the summary of issues raised by the external auditor, and management comments to that which were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Comments	Timeframe


- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.

Remarks

The Agency has not received the external audit report 2018/2019. Hence the above appendix has not been completed.



 Brig. (Rtd) Stephen Njung'e Kihu, EBS
 Chairman
 Date 1/3/2021



 Eng. Hosea K. Wendot
 Chief Executive Officer
 Date 1/3/2021



XVI. APPENDIX II: PROJECTS IMPLEMENTED BY THE ENTITY
Projects implemented by the Agency Funded by development partners

Project title	Project Number	Donor	Period/ duration in Months	Donor commitment Ksh '000'	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
Chemususu Phase II W/S	RVWSB/AD/WORKS/14/1	GoK	24	3,500,000	N	Y
Kirandich Phase II W/S	KIRANDICH/II/02/LOT 1	GoK/	24	1,800,000	N	Y
AfDB Funded- Kenya Towns Sustainable Water Supply And Sanitation Programme	<i>Annex 1</i>	GoK/AfDB	48	1,360,000	Y	Y
Itare Dam W/S	RVWSB/AD/WORKS/13/1 (works)	GoK/Itallian Cooperation	48	34,000,000	N	Y
Naivasha Industrial Park	RVWVDA/NIP/WORKS/20 18-2019	GoK	18	1,300,000	N	Y
Lake Nakuru Biodiversity Conservation program(LNBCP)	RVWSB/PROC/CTC/277	GoK/KfW	12	177,000	N	Y
JICA funded Baringo projects	<i>Annex 2</i>	GoK/	36	345,100	N	Y
Water for Schools programme	<i>Annex 3</i>	GoK/			N	Y
Equalization fund projects	<i>Annex 4</i>	GoK/			N	Y
Public Priority fund projects	<i>Annex 5</i>	GoK/			N	Y
Drought mitigation /borehole projects	<i>Annex 6</i>	GoK/			N	Y
Strategic funded Projects		GoK/			N	Y
Dams & Pans	<i>Annex 7</i>	GoK/			N	Y
world bank funded projects	<i>Annex 8</i>	Gok Counterpart			N	Y
Rehabilitation of water supplies		GoK/			N	Y
Maintenances of building & station		GoK/			N	Y
Support WSPs		GoK/			N	Y



Status of Projects completion

(Summarize the status of project completion at the end of each quarter, ie total costs incurred, stage which the project is etc)

No	Project	project Cost Ksh '000'	expended to date Ksh '000'	Completion % to date	Budget Kshs '000'	Actual Kshs '000' 2019/2020	Sources of funds
1	Chemususu Phase II W/	3,500,000	2,618.027	70	700,000	650,000	GoK
2	Kirandich Phase II W/S	1,800,000	200,065	12.5	20,000	20,000	Gok
3	AfDB Funded Projects	1,360,000		45	450,000	350,000	GoK
4	Itare Dam W/S	34,000,000		27	0	0	GoK/Counterpart
5	Naivasha Industrial Park	1,300,000		15	500,000	550,000	GoK
6	JICA funded Baringo projects	345,100	<i>Annex 2</i>		0	0	JICA
7	world bank funded projects		<i>Annex 8</i>	96	0	0	Gok Counterpart
8	Lake Nakuru Biodiversity			24	50,000	0	GoK/KfW
9	Water for Schools programme		<i>Annex 3</i>		0	29,850	GoK
10	Equalization fund projects		<i>Annex 4</i>		0	53,610	GoK
11	Public Priority fund projects		<i>Annex 5</i>		75,000	163,500	GoK
12	Drought mitigation /borehole projects		<i>Annex 6</i>		0	20,000	GoK
13	Strategic funded Projects				0	0	GoK
14	Dams & Pans		<i>Annex 7</i>		0	250,000	GoK
15	Rehabilitation of water supplies				45,000	6,237	GoK
16	Maintenances of building & station				0	0	GoK
17	Support WSPs				0	0	GoK



XVII. APPENDIX III: INTER-ENTITY TRANSFERS

ENTITY NAME:		Central Rift Valley Water Works Development Agency			
Break down of Transfers from the MWSI financial year 2019/2020					
		Bank Statement Date	Amount (KShs)	Financial Year	Details
a.	Recurrent Grants				
1		14/8/19	15,833,333	2019/20	Budget
2		5/9/2019	15,833,333	2019/20	Budget
3		4/10/2019	15,833,333	2019/20	Budget
4		5/11/2019	15,833,333	2019/20	Budget
5		10/12/2019	15,833,333	2019/20	Budget
6		24/12/19	15,833,333	2019/20	Budget
7		10/2/2020	15,833,333	2019/20	Budget
8		4/3/2020	15,833,333	2019/20	Budget
9		2/4/2020	15,833,334	2019/20	Budget
10		28/5/20	15,833,333	2019/20	Budget
11		3/6/2020	15,833,333	2019/20	Budget
12		29/6/20	15,833,334	2019/20	Budget
		Total	189,999,998		
b.	Development Grants				
1		3/7/2019	362,500,000	2018/19	budget balance
2		4/11/2019	460,000,000	2019/20	budget
3		4/11/2019	460,000,000	2019/20	budget
4		12/6/2020	510,000,000	2019/20	budget
		Total	1,792,500,000		
c.	Direct Payments				
			-		
			-		
		Total	-		
d.	Donor Receipts				
		16/3/2020	6,237,004	2019/20	Kenya Italy
		Total	6,237,004		
e.	Grants for Specific				



Central Rift Valley Water Works Development Agency
Report and Financial Statements
For the year ended 30th June, 2020

Projects					
		8/7/2019	25,600,000	2018/19	water for schools
		9/7/2019	19,804,015	2016/17	Equalization
		15/7/19	1,317,691	2018/19	Equalization
		15/7/19	5,539,732	2018/19	Equalization
		15/7/19	61,000,000	2018/19	national water harvesting
		15/7/19	26,948,406	2018/19	Equalization
		18/12/19	4,250,000	2019/20	water for schools
		18/12/2019	102,500,000	2019/20	national water harvesting
		18/12/19	80,000,000	2019/20	cross county
		20/1/20	4,000,000	2019/20	Borehole at kaptiony sec E/Marakwet
		18/6/20	250,000,000	2019/20	kases dam W/pokot
		18/6/20	8,000,000	2019/20	Borehole at Utumishi girls Gilgil- Nakuru
		18/6/2020	8,000,000	2019/20	Borehole at mawingo health centre- Olkalou
		Total	596,959,844		





XVIII. ANNEXES

Annex 1

AfDB funded Kenya Towns Sustainable Water Supply and Sanitation Programme

1	Narok Town Sewerage Project	RVWSB/KTSWSSP/C/NAROK/2017-2018
		RVWSB/KTSWSSP/W/NAROK/2017-2018
2	Olkalou Town Sewerage Project	RVWWDA/AFDB/KTSWSSP/C/OLKALOU/2017-18
		RVWWDA/AFDB/KTSWSSP/W/OLKALOU/2019-20
3	Kapenguria and Chepareria Sewerage Project	RVWWDA/AfDB/KTSWSSP/W/KAPENGURIA/2019-20
		RVWWDA/AfDB/KTSWSSP/W/CHEPARERIA/2019-20
14	Feasibility Study, Design and Preparation of Tender Documents for Amaya Dam Water Supply Project	
	Feasibility Study, Design and Preparation of Tender Documents for Bergei Dam Water Supply Project	RVWSB/KTSWSSP/C/BERGEI/2017-18
	Feasibility Study, Detailed Design and Preparation of Tender Documents for Eldama Ravine Sewerage Project	RVWSB/KTSWSSP/C/ELDAMA RAVINE/2017-18

Annex 2

JICA Projects

Project title	Project No	Cost Ksh '000'	Status
Construction and civil works for Naminito borehole	RVWWDA/17/2019 -2020	2,328	100
Construction and civil works for Katungura borehole	RVWWDA/14/2019-2020	2,400	100
Drilling of Nyalilbuch community borehole	RVWWDA/76/19-20	2,687	100
Civil works for Ndongei & Kangiuru boreholes	RVWWDA/114/2018 -2019	3,999	100
Civil works for Pkomo,Sukut and Ngelelo boreholes	RVWWDA/C/EP/JCA/CIV/2018-2019-LOT 4	3,776	100
Civil works for Monambalei,Lomuyeki and Chebilat boreholes	RVWSB/C/EP/JCA/CIV/2018-2019-LOT2	6,032	100
Civil works for Riongo,Akwichatis and Kashokon boreholes	RVWWDA/114/2018-2019	6,032	100
Pipe distribution lines,Pump house and Tank Fencing for Cheptaran & Ngoron Boreholes	RVWWDA/117/2018-2019	2,130	100

Annex 3

Water for Schools Water Projects

Project title	Project No	Cost Ksh '000'	Status
Drilling and capping of Molosirwe,Orinie and Solian school boreholes	RVWSB/SCP/2018-2019-LOT 1	6,387	100
Drilling and capping of Ereret,Siyabei and Kiluli school boreholes	RVWSB/C/SCP/2018-2019-LOT 3	5,971	100
Drilling and capping of Saptet primary school borehole	RVWWDA/37/2019 -2020	2,645	100



Drilling and capping of Tipis secondary school borehole	RVWWDA/89/19-20	1,785	100
Drilling and capping of Piave secondary school borehole	RVWWDA/88/2019/2020	2,562	100
Drilling and capping of Kanjogo primary school borehole	RVWWDA/67/19-20	2,500	100
Drilling and capping of Beres ECD Borehole	RVWWDA/CBRS/BH/WFS/EQ & C/2019-2020	2,179	100
Equipping & Civil Works for Tipis secondary school borehole	RVWWDA/146/2019-2020	3,975	100
Equipping & Civil Works for Heni Secondary School borehole	RVWWDA/113/2019-2020	3,299	100
Equipping & Civil Works for Tandui Primary school borehole	RVWWDA/141/19-20	3,986	100
Equipping & Civil Works for Kapsogo Primary school borehole	RVWWDA/131/19-20	3,981	100
Civil Works for Oterit secondary school	RVWWDA/96/2018-2019	3,989	100

Annex 4
Equalization Fund Projects

Project title	Project No	Cost Ksh '000'	Status
Lodwar Water Project	RVWSB/TUR/EQ/LODWAR/2016/2017	69,183	90%
Equipping and civil works for Nasiger, Kakongu, Narengewoi, Nariamawoi, Teremugus, Loturerei Boreholes	RVWSB/TUR/C/EP/EQ/2018-2019	25,188	98%
Kopro-weiwei water project	RVWSB/WP/EQ/KOPRO/WEIWEI/2016/2017	34,749	80%
Manguara dam water supply project	RVWSB/NAR/EQ/MANGUARA/2016/2017	27,980	100%
Kalokol water supply	RVWSB/TUR/EQ/KALOKOL/2016/2017	80,641	95%
Inkorienito (Nairage Engare)	RVWSB/NAR/EQ/INKORIENITO/2016-2017	70,000	70%
Suswa water project	RVWSB/TUR/EQ/KOPRO/WEIWEI/2016/2017	49,000	100%
Construction of Sonngot, Nakururum, Naremeto, Naipkar & Teremugus (Naremeto water project)	RVWSB/C/NARE/EQ/2018/2019	9,689	98%
Manguara Phase II water project	RVWSB/MANGUARRA-2/2017-2018	7,798,	95%
Riet mini dam (Kaaruko) Water Project	RVWSB/TUR/EQ/RIETROCK/2016/2017	20,988	98%
Morijo Loita Ilkerin dams	RVWSB/NAR/EQ/LOITA/2016/2017-LOT 1	8,415	100%



Annex 5
Public Priority Projects

Project title	Project No	Cost Ksh '000'	Status
Equipping and civil works for Kapkures, Wei sec sch, Mau summit boreholes	RVWSB/C/NAK/PPP/2018-2019-LOT 2	14,293	100%
Equipping and civil works for Marigu, Endao, Twendane and Mauche	RVWSB/C/NAK/PPP/2018-2019-LOT 1	21,317,	100%
Equipping and civil works for Charagita, Hianyu, Miayu, Muhonia & Lerashua water supply	RVWSB/C/NYDAT/PPP/2018-2019-LOT 2	33,147,	100%
Reinstatement works for Tuiseru water project	RVWDA/117/2018 -2019	3,966	100%
Construction of Togat water supply	RVWSB/C/TEGAT/PPP/2018-2019	33,807	98%
Equipping and civil works for Rurii, Kaugi pri school, Surgoi pri school, Kandutura, mayu boreholes	RVWDA/NYDA/PP/2018-2019 LOT 1	31,584	99%
Upper kiptoim water project	RVWSB/C/KIPTO/PPP/2018-2019	14,059	100%
Rehabilitation works for Ramacha borehole	RVWDA/118/2018 -2019	2,691	100%
Luita water projects	RVWSB/BAR/PPP/LUITA/2016-2017	25,454	75%
Tolmo water project	RVWSB/C/TOL/PPP/2018-2019	5,222	100%
Construction works for Kaptumo Phase II	RVWSB/C/KAP-PH 2/PPP/2018-2019	8,429	80%
Drilling and capping of Muungano Borehole	RVWDA/12/2019 -2020	2,496	
Drilling and capping of Tabalap Chebon borehole	RVWDA/18-19	2,921	
Rehabilitation works for Chebinyiny borehole	RVWDA/128/2018 -2019	1,287	100%
Equipping works for Muungano borehole	RVWDA/50/19-20	3,893	100%
Drilling and capping of Olendem borehole	RVWDA/48/19-20	3,175	100%
Construction works for Katuda borehole	RVWSB/94/2018-2019	2,975	100%
Cleaning and test pumping of Lereshwa borehole	RVWDA/23/19-20	727	100%
Camera inspection, Fishing and equipping of Jikaze borehole	RVWDA/27/19-20	2,598	100%
Drilling and capping of Oloolaroi borehole	RVWDA/47/19-20	3,175	100%
Drilling and capping of Oineptich borehole	RVWDA/35/19-20	2,872	100%
Drilling and capping of Mutiumwe borehole	RVWDA/41/2019-2020	2,557	100%
Drilling and capping of Kipteragon primary school borehole	RVWDA/38/19-20	3,218	100%
Equipping works for Kwandeki borehole	RVWDA//19-20	3,895	100%
Solar Equipping for Kwandeki borehole	RVWDA//19-20	3,160	100%
Drilling and capping of Bararget borehole	RVWDA/30/19-20	3,104	100%
Drilling and capping of Kiptenden borehole	RVWDA/55/19-20	2,530	100%
Equipping works for Mutiumwe borehole	RVWDA/42/2019/2020	3,835	100%
Equipping & Civil works for Nyimbei brorehole	RVWDA/130/2018 -2019	1,994	100%
Construction works for Kaboro water supply phase 2	RVWDA/C/KAB-PH2/PPP/2018-2019	8,070	100%
Equipping and civil works for Tulwapsoo-Lontrim phase 2	RVWSB/16/2018 -2019	3,874	100%
Reinstatement of Tuiseru phase 2 water project	RVWDA/117/2018 -2019	3,966	100%
Drilling of Kipnyunguny Primary borehole	RVWDA/75/19-20	2,496	100%
Civil works for L.Solai Secondary school borehole	RVWDA/32/19-20	3,982	100%



Central Rift Valley Water Works Development Agency
Report and Financial Statements
For the year ended 30th June, 2020

Drilling of Mulwang community borehole	RVWDA/73/19-20	2,898	100%
Equipping of L.Solai Secondary school borehole	RVWDA/32/19-20	3,685	100%
Construction and rehabilitation works for Oldebes community water project	RVWDA/172/2019-2020	3,939	100%
Equipping and civil works for Mulwang borehole	RVWDA/134/19/20	3,993	100%
Equipping and civil works for Solian girls secondary school borehole	RVWDA/139/2019-2020	3,766	100%
Civil works for Muhonia tarasha water project	RVWSB/C/NYDAT/PPP/2018-2019-LOT 2	8,111	100%
Equipping and civil works for Molo sirwe secondary school borehole	RVWDA/172/2019-2020	3,980	100%
Drilling of Mirangine community borehole	RVWDA/169/19-20	2,692	100%
Gicheha community elevated steel tank 1 water project	RVWDA/166/2019-2020	3,988	100%
Drilling of Mugathika primary school borehole	RVWDA/170/19-20	2,697	100%
Drilling of Kipkures health centre borehole	RVWSB/57/2018 -2019	1,322	100%
Drilling of Barut community borehole	RVWSB/58/2018 -2019	1,114	100%
Barut community borehole	RVWDA/179/19-20	3,244	100%
Civil works for Mauche borehole	RVWDA/175/2019-2020	2,270	100%
Solar Equipping for Metta community borehole	RVWDA/202/2019-2020	3,825	100%
Equipping and Civil works for Ngwataniro borehole	RVWDA/107/19-20	3,975	100%
Drilling of Suka farmers borehole	RVWDA/74/19-20	1,997	100%
Civil works for Kitibei water project	RVWDA/53/19-20	3,490	95%
Equipping of pump houses and reinstatement of Kabulyot-Torongo water project	RVWDA/110/19-20	3,974	100%
Construction of Mochongoi water supply	RVWSB/C/SMDP/BAR/MOCH ONGOI/2019-2020	17,909	97%
Construction of Olosirua (oloserian) water pan	RVWSB/C/SMDS/NWH/NKR/2 018-2019- LOT 3	5,978	90%
Construction of Lokoowo water project	RVWDA/83/2019/2020	3,985,	100%
Mutarakwa/Kanjau and ndothua water project	RVWDA/C/MUT/PPP/2018-2019-LOT1	7,644	99%
Construction works for Rutara Dam water project	RVWDA/NYR/PPP/DAM/RU T/2018/2019	39,883	70%
Equipping of Kitecho Community borehole	RVWDA/129/2019-2020	2,649	95%
Drilling of Kuresoi health centre borehole	RVWDA/145/19-20	2,941	100%
Equipping of Oterit Secondary school borehole	RVWDA/95/19-20	3,746	100%
Drilling of Sobea,Ntarakwa borehole	RVWDA/77/19-20	3,999,	
Rehabilitation of Tuiyotich chemichemi,Kamosop and Murram sigito	RVWDA/46/19-20	2,671	100%
Drilling of Gacicio farmers borehole	RVWDA/61/19-20	2,399	100%
Equipping of Sobea water project	RVWDA/167/2019-2020		100%
Equipping of Nyalilbuch water project	RVWDA/94/2019/2020	2,263	100%
Drilling of Heni secondary school borehole	RVWDA/7/19/2020	3,299	100%
Drilling of Kipseynan Borehole	RVWSB/13/2018 -2019	3,190	100%
Solar Equipping for Kariaini borehole	RVWDA/107/19-20	3,691	100%
Drilling of Mukungugu borehole	RVWDA/168/2019-2020	3,998	100%
Pump retrieval and test pumping of Kitecho Community borehole	RVWDA/104/19/20	398	100%
Drilling of Lelgel Primary school borehole	RVWDA/93/19-20	2,688	100%



Gicheha community 2 borehole water project	RVWDA/163/2019-2020	3,991	100%
Sobe community elevated steel tank 2	RVWDA/160/2019-2020	3,989	100%
Gicheha community last mile pipeline connectivity water project	RVWDA/164/2019-2020	3,988	100%
Nasur water pan	RVWSB/C/SMDS/NHW/BRNG/2018-2019-LOT 3	4,012	90%
Supply and installation of solar pv generator Oldebes borehole	RVWSB/197/2018-2019	2,041	100%

Annex 6

Drought Mitigation, Emergencies Interventions & Borehole Projects

Project title	Project No	Cost Ksh '000'	Status
Equipping & Civil works for Kiptoim, Kabisaga, Oldebes and Tabalan boreholes	RVWSB/BRG/C/DM/2018-2019-LOT 1	17,153	70
Drilling of Liwan Borehole	RVWDA/91/19-20	2,559	90
Equipping and civil works for Mwalel, Tonoioi and Losomburmbur boreholes water projects	RVWSB/BRG/C/DM/2018-2019-LOT 2	11,321	80
Oldebes water supply project	RVWDA/172/2019-2020	3,940	100
Equipping and pump replacement for Oldebes community water project	RVWDA/137/2019/2020	1,576	98
Drilling of Kareng'atuny borehole	RVWDA/92/19-2020	2,545	92
Drilling of Ondong borehole	RVWSB/35/2017 -2018	2,625	94

Annex 7

Small Dams, Pans

Project title	Project No	Cost Ksh '000'	Status
Construction works for Ngeny water Pan	RVWSB/C/SMDS/NHW/BRNG/2018-2019-LOT 1	5,292	80
Construction works for Nasur Water Pan	RVWSB/C/SMDS/NHW/BRNG/2018-2019-LOT 3	6,248	80
Construction works for Gathara Water Pan	RVWSB/C/SMDS/NHW/NYR/2018-2019-LOT 3	4,854	88
Construction works for Oleserian Water Project	RVWSB/C/SMDS/NHW/NKR/2018-2019-LOT 3	7,426	90
Construction of Kases Dam	RVWDA/KASES/DAM/2019-2020	249,754	15

Annex 8

World Bank Funded Projects

Project title	Project No
Expansion and Rehabilitation of Kapindaram Water Supply Project	LVNWSB/WaSSIP-AF/DM/WRK/KAP/01/2016
Rehabilitation of Suswa Water Project	LVNWSB/WaSSIP-AF/DM/WRK/SUSWA/2016
Rehabilitation of Kapenguria- Makutano Water Supply	LVNWSB/WaSSIP-AF/KAPE-MAKUT/2015
Equipping of Drought Boreholes and Civil works for RVWSB-Narok County Lot IV	LVWNSB/DHB/2016/Lot IV
Equipping of Drought Boreholes and Civil works for RVWSB-Baringo County Lot III	LVWNSB/DHB/2016/Lot III/2016
Equipping of Drought Boreholes and Civil works for RVWSB-West Pokot County Lot II	LVWNSB/DHB/2016/Lot II/2016

