

REPUBLIC OF KENYA



KENYA NATIONAL AUDIT OFFICE



**REPORT**

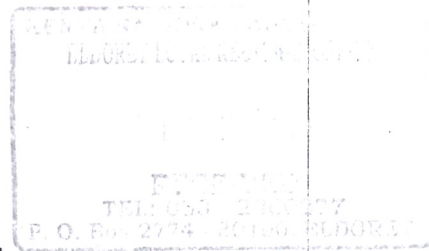
**OF**

**THE AUDITOR-GENERAL**

**ON**

**THE FINANCIAL STATEMENTS OF  
KERIO VALLEY DEVELOPMENT  
AUTHORITY**

**FOR THE YEAR ENDED  
30 JUNE 2013**



**ANNUAL REPORT  
AND  
FINANCIAL STATEMENTS  
FOR  
THE YEAR ENDED 30<sup>TH</sup> JUNE 2013**

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

<b>TABLE OF CONTENTS</b>	<b>Page</b>
Table of Contents.....	2
Corporate Information.....	3
Core Business of the Corporation.....	4
Vision, Mission and Core Values.....	5
Members of the Board.....	6
Committees of the Board .....	7
Functions and Responsibility of the Board .....	9
Corporate Governance Responsibilities.....	10
Executive and Principal Officers of the Authority .....	12
Chairperson’s Report .....	13
Managing Director’s Report .....	15
Directors Responsibilities for the Financial Statement.....	17
Statement of Financial Position .....	18
Statement of Comprehensive Income .....	19
Statement of Cash Flow .....	20
Statement of Changes in Reserves.....	21
Notes to the Financial Statement .....	22

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## CORPORATE INFORMATION

### ESTABLISHMENT

The Authority was created on the 31<sup>st</sup> August, 1979 through an Act of Parliament Chapter 441 laws of Kenya with the mandate to plan and co ordinate the implementation of development projects in the Kerio and Turkwel Catchment areas.

### Registered Office and Principal place of Business of the Authority.

**KVDA PLAZA,**  
14TH FLOOR,  
OLOO STREET,  
P.O. BOX 2660- 30100  
TEL: 053-2063361/3 Fax 2063364

### ELDORET

EMAIL: [info@kvda.go.ke](mailto:info@kvda.go.ke)

### BANKERS

NATIONAL BANK OF KENYA,  
ELDORET BARANCH,  
P.O. BOX 3111 – 30100

### ELDORET

NATIONAL BANK OF KENYA,  
KITALE BRANCH  
P.O. BOX 1192

### KITALE

KENYA COMMERCIAL BANK  
ELDORET WEST BRANCH  
P.O. Box 5197 - 30100

### ELDORET.

### AUDITORS

THE AUDITOR GENERAL,  
KENYA NATIONAL AUDIT OFFICE,  
P.O. BOX 30084 – 00100

### NAIROBI

**CORE BUSINESS OF THE AUTHORITY**

- To formulate integrated regional development master plan in partnership with other stakeholders.
- To undertake resource mapping for data bank and promotion of integrated multi-sector investments.
- To carry out appraisal of multi-sectoral investments.
- To monitor, evaluate, document and disseminate data on development levels.
- To market and implement multi-sectoral development projects/investments.
- To mobilize active engagement of stakeholders through various forums.

## VISION, MISSION AND CORE VALUES

### **Vision Statement**

To be the leading Regional Development Agency in River Basin based Integrated and sustainable Development.

### **Mission Statement**

To identify, plan and coordinate the implementation of integrated development programmes by utilizing available resources to improve the living standards of the people.

### **Core Values**

- Team Work,
- Integrity,
- Co-operation,
- Innovation,
- Creativity and
- Technological Compliance.

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## MEMBERS OF THE BOARD

1. **Joyce E. Emanikor** - Chairperson (From -22<sup>nd</sup> October 2010 – 4<sup>th</sup> September,2012)
2. **Sophia Lepuchirit** - Chairperson (From -25<sup>th</sup> October,2012 - To-date)
3. **Mr. Michael Rono** - (From 11<sup>th</sup> September 2012 - To date)
4. **Mr. Richard Kipseret** -(From 11<sup>th</sup> September 2012 - To date)
5. **Mr. Joshua Y. Lomutongole** -(From 11<sup>th</sup> September 2012 - To date)
6. **Mr. Charles Gumo** - (From 11<sup>th</sup> September 2012 - To date)
7. **Mr. William Kiptum** - (From 11<sup>th</sup> September 2012 - To date)
8. **Amb. Simion Bullut** - (From 19<sup>th</sup> April 2010 – 18<sup>th</sup> April 2013)
9. **Mr. Patrick Nasia** - (From February 2012 – To date)
10. **Mr. Daniel Lomukereng** -(From 11<sup>th</sup> September 2012 – To date)
11. **Mr. Felix K. Sirma** - (From 12<sup>th</sup> March 2012 – To date)
12. **Mr. Moses Lenairoshi** - (From 12<sup>th</sup> March 2012 -To date)
13. P.S. Min. of Regional Development – **Alt. Eng. Charles Mwanda**-(From 1<sup>st</sup> July 2010 To date)
14. P.S. Min. of Finance – **Alt. Mr. David Komen** – (From 18<sup>th</sup> May 2009 – To date)
15. P.S. Min. of Agriculture – **Alt. Eng. Jasper Nkanya** - (From 11<sup>th</sup> May 2009 -To date)
16. P.S. Head of Public Service & Secretary to the Cabinet – **Alt. Mr. A. Mohamed Jabane** - (From 4<sup>th</sup> November 2009 – To date)
17. P.S Min. of Environment & Natural Resources – **Alt.Mr. James Yatich**
18. P.S Min. Energy & Petroleum – **Alt. Mrs. Michaelina M. Kaburu**
19. Director KENGEN – **Alt. Mr. Titus Mbathi** – (From 1<sup>st</sup> July 2010 – To date)
20. Inspectorate of State Corporations – **Alt. Mr. Kizito Omukaga**
21. **David Kimosop** - Managing Director, KVDA – (From April 2012 –To date) – Secretary

## **Committees of the Board**

The Board has three standing Committees.

### **A) Audit Committee**

The board constituted an Audit Committee which met three times during the year.

This year its membership comprised of five members. Its responsibility includes review of the financial statements, compliance with accounting standards and maintaining oversight on Internal Controls. The Authority's Internal Auditor and Chief Accountant attend all meetings of the Committee. The members of this committee are:

1. Mr. Charles Gumo
2. Hon. Titus Mbathi
3. Mr. Kimutai Sirma
4. Mr. Kizito Omukaga
5. Mr. A. Mohamed Jabane.

### **B) Finance & Establishment Committee**

There is Finance and Establishment Committee Comprising of six members who met three times in the year. The Committee is responsible in reviewing of the financial statements, compliance with accounting standards, approval of Budgets/Work plans and procurement plans and its adherence to set out budgetary levels. It also monitors and appraises the performance of Senior Management Staff including the Managing Director; review all human resource policies determining the remuneration of senior management staff. The members of this committee are:

1. Mr. Moses Lenairoshi
2. Mr. Joshua Lomutongole
3. Mr. David Komen
4. Mr. Patrick Nasia
5. Mr. Charles Mwanda
6. Mr. Daniel Lomukereng.

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

(Committees of the Board – CONTD).

## **C) Development & Environment Committee**

This Committee comprises of six members who met three times in the year and they focused on strategies that would facilitate the Board to give guidance and strategic direction to management on project implementation. The mandate of the committee includes review of the Authority Strategic Plan, Annual Corporate Development Budget, and Monitoring of Project under implementation and strategies for operation and Customer Service improvement. It met four times during the year. The members of this committee are:

1. Mr. Michael Ronoh
2. Mr. William Kiptum
3. Mr. Richard Kipseret
4. Mr. James Yatich
5. Eng. Jasper Nkanya
6. Mrs. Michaelina M. Kaburu.

## **Internal Controls**

The Authority has defined procedures and financial controls to ensure the reporting of complete and accurate accounting information, procedures are also in place to ensure that assets are subject to proper physical controls and that the Organization remains structured to ensure appropriate segregation of duties. In reviewing the effectiveness of the system controls the Board take to consideration the results of all the work carried out to audit and review the activities of the Authority. Monthly meeting are held by management to monitor performance.

**FUNCTIONS AND RESPONSIBILITY OF THE BOARD**

- i. To plan for the development of the Area of jurisdiction and initiate project activities identified for such planning through the Government,
- ii. To develop and keep up-to-date a long range development plan for the Area,
- iii. To initiate such studies and to carry out such surveys, of the Area as may be considered necessary by the Government or by the Authority and to assess alternative demands within the Area on the resources thereof, including agriculture (both Irrigated and rain-fed) forestry, wildlife and tourism industries, electric power generation, mining and fishing and to recommend economic priorities,
- iv. To co-ordinate the various studies of, and schemes within, the Area so that human, water, animal, land and other resources are utilized to the best advantage and to monitor the design and execution of planned projects within the Area,
- v. To effect a programme of both monitoring and evaluating of projects within the Area so as to improve that performance and establish responsibility therefore and to improve future planning,
- vi. To co-ordinate the present abstraction and use and the planned abstraction and use of the natural resources especially water and set up an effective monitoring of abstraction and usage,
- vii. To cause the construction of any works necessary for the protection and utilization of the water and soils of the Area,
- viii. To ensure that the landowners in the Area undertake all the measures specified by the Authority to protect the water and soils of the Area,
- ix. To identify, assemble and correlate all the data related to the use of water and other resources within the Area as may be necessary for the efficient forward planning of the Area,
- x. To maintain a liaison between the Government, the private sector and other agencies in the matter of the development of the Area with a view to limiting the duplication of effort and ensuring the best use of technical resource.

## **CORPORATE GOVERNANCE RESPONSIBILITIES**

Corporate Governance is the process by which companies are directed, controlled and held to account. The **Kerio Valley Development Authority Board of Directors** is responsible for the overall management and the governance of the Authority and is accountable to the Government for ensuring that the Company complies with the law and the highest standards of best practice in corporate governance and business and operations of the Authority with integrity and in accordance with generally accepted corporate practice and endorse the internationally developed principles of good governance.

### **Board Of Directors**

The full Board met eight times during the year. The Directors are given appropriate information so that they can be able to maintain full and effective control over strategic, financial ,operational and compliance issues except for direction issues and guidance on general policy, the board has delegated authority for conduct of day to day business to the Managing Director. The board nonetheless retains responsibility for establishing and maintaining the Authority's overall Internal Control of financial operational and compliance issues as well as implementing strategies for long term success of the Authority.

All Board members except the Managing Director are non executive including the Chairperson of the Board. The Chairperson is appointed by the President whereas the other non executive members are appointed by the Minister and relevant line Ministries.

The Directors have wide range of skills and experience and each contributes independent judgment and knowledge to the Boards discussion.

**(CORPORATE GOVERNANCE RESPONSIBILITIES - CONTD).**

**Code of Ethics**

The Authority is committed to the highest standards of integrity in dealing with all stake holders. All employees of the Authority are expected to avoid activities that amount to conflict of interest.

**Communication with the Government**

The Authority provides quarterly, half yearly and annual returns on its activities, financial statements and operations parameters to the Parent Ministry.

**Directors Emoluments**

The Chairperson is paid monthly honoraria and like other directors she is entitled to sitting allowance, accommodation allowance, lunch allowance and transport allowance when on official duty only.

There were no Director's Loans during the year.

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

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## EXECUTIVE AND PRINCIPAL OFFICERS OF THE AUTHORITY

<b>David Kimosop</b>	Managing Director
<b>Francis C. Kipkech</b>	Chief Manager Technical Services & Operations
<b>David Onyango</b>	Chief Manager Business Development & Investment Promotion
<b>Samuel Koskei</b>	Chief Manager Finance
<b>Peter Yano</b>	Ag. Chief Manager Human Resource and Administration
<b>Peter Biwott</b>	Chief Manager Planning Research and Development
<b>Joseph Ndiwa</b>	Senior Beekeeping Officer
<b>Patrick Kipsang</b>	Superintendent Engineer

## **CHAIRPERSON'S REPORT**

It gives me great pleasure to report on **Kerio Valley Development Authority's Financial Statements** for the year 2012/2013.

The Authority is a corporation wholly funded by the Government of Kenya and its area of operation includes the following Counties:-

- Elgeyo /Marakwet
- Pokot
- Turkana
- Baringo
- Samburu and
- Parts of Nakuru.

During the year under review the Authority managed to undertake the following programmes and projects aimed at increased food sufficiency as envisioned in KVDA Strategic Plan 2008-2012, the Regional Development Policy, Vision 2030 and Millennium Development Goals (MDGs) policies among others.

## **BUSINESS AND INVESTMENT PROMOTION**

The Authority initiated the process of procuring two Lifts for KVDA Plaza and its installation will improve service delivery to tenants. The Department was able to construct green houses at Kerio Roses and purchased 5 acre plot at Lodwar Municipality for putting up a Tourist Resort for Revenue Generation purposes. It also installed a Maize Seed Processing Unit for value additions and revenue generation at a cost of **Kshs. 15 M** at West Pokot County.

## **MASTER PLAN 2013 - 2033**

During the year under review the Authority developed an ambitious Integrated Regional Development Mater Plan (IRDMP) that identifies resources in the region and provides a roadmap for optimal utilization, with a view to livelihoods improvement in the region.

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## (CHAIRPERSON'S REPORT CONTD)

The IRDMP is aligned to the Kenya Vision 2030 and provides strategies for among others peace-building initiatives, irrigated-led agriculture, mineral exploration, value addition and conservation of water catchment areas such as Cherangany Hills Water Tower. It also reviewed the current KVDA Strategic Plan (2008-2012) and align it to 2<sup>nd</sup> MTP 2013 -2017. In addition the Authority carried out feasibility studies on Marble Quarry and Multi Fruit Processing Plant. The operationalization of the Regional Offices namely:- Turkwel Region, Kerio Region, Lake Turkana Region and Lake Baringo Region was effected and strengthened to enable them carryout supervision of projects and programmes under their respective regions.

## LIVESTOCK DEVELOPMENT

The Authority purchased hay baler and mower for Chemeron Station for production of hay for livestock feeding and generation of revenue through the distribution and sale of the commodity to farmers.

## TURKWEL DAM MONITORING

The Authority purchased a dewatering submersible pump to pump out water from the lower gallery water level 1016 to the exit point at level 1060 to guard against flooding through sippage.

Signed:



.....  
**Richard Kipseret**

**V. Chairperson, Board of Directors**

Date ..... 7/2/14 .....

**MANAGING DIRECTOR'S REPORT**

It is my pleasure to present this draft financial statement for the year ended 30<sup>th</sup> June 2013. During the year under review we set the base for growth of the Authority's revenue streams and the focus was to lay the foundation for sustainability through expansion of income generation, creation of operational efficiency and restructuring to make the Authority self reliant and eventually create stakeholder's value. This move is geared towards building the Authority and moves it from current dependency on government support to a blue chip institution within the next five years. The process has resulted to realization of **Kshs 160m** in less than a year on A.I.A and a base to generate **Kshs250.5m** in the financial year 2013/2014.

In the financial year 2012/2013 we put in place an income revenue programme which involved:

- (i) Raising one million fruit seedlings targeting a revenue of **Kshs.100m**
- (ii) Raising one million tree seedlings targeting revenue of **Kshs.10m**
- (iii) Purchase of 50tonnes of semi processed honey targeting **Kshs.22.5m**
- (iv) Raising rental income from KVDA Plaza and other institutional Buildings targeting **Kshs 60m**
- (v) Farming activities targeting **Kshs.8m**
- (vi) Value addition on maize processing plant and Kerio Roses Green houses targeting **Kshs.5m**
- (vii) KenGen **Kshs.45m**

We will continue to expand the revenue base to support our operating activities and create sustainability in the River Basin. We are also focusing on reduction of 300 (three hundred) noncore staff through early voluntary retirement package estimated at **kshs.308m** saving the Authority **Kshs.102m** annually

The future of the Authority is bright in terms of business outlook targeting growth in our farming activities on seed production especially taking into consideration the value addition derived from the seed processing plant in Wei Wei. We will also upscale our tree and fruit nursery operations which target two million and one and half million respectively.

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## (MANAGING DIRECTOR'S REPORT CONTD)

For the mango seedlings we plan to generate five million in the next three to four years. Other operations will include fish farming, green houses for horticulture and onions. We will also be launching our master plan and strategic plans in the next one year. A new human resource structure geared towards the delivery of the Authority's new focus on sustainability will be implemented.

The personnel expenses during the financial year increased by **Kshs 37m** due to the restructuring which involved hiring of new top level staff and also as a result of implementation of court order raising the salaries by 14%, implementation of the commuter allowances and raising the minimum house allowance to **kshs.5,000**.

The administrative expenses reduced by Kshs.14m as a result of undertaking cost cutting measures whereas operating expenses increased by kshs4m mainly due to greater focus on IGAS.

In conclusion, I would like to thank the Parent Ministry, the Authority's entire Board of Directors, KVDA Staff members and the counties /beneficiaries where our projects are located for their contributions to our success.

Signed:



.....

**David Kimosop**

Date: ..... 7/2/14 .....

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## DIRECTORS RESPONSIBILITIES FOR THE FINANCIAL STATEMENT

The Exchequer and Audit Act requires the Directors to prepare financial statements for each year that give a true and fair view of the state of affairs of the Authority as at the end of the financial year and of its deficit/or surplus. It also requires the Directors to ensure that the Authority keeps proper Accounting records that disclose with reasonable accuracy the assets of the Authority.

The Directors accept responsibility for the annual statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates in conformity with International Financial Reporting Standards. The Directors are of the opinion that the financial statements give a true and fair view of the state of financial affairs of the Kerio Valley Development Authority and its surplus thereof. The Directors further accept responsibility for the maintenance of accounting records that may be relied upon in the financial statements, as well as adequate systems of internal financial controls.

Nothing has come to the attention of Directors to indicate that the Authority will not remain a going concern for at least a year from the date of this statement.

Signed on behalf of the Board by:



Richard Kipseret  
V. Chairperson, Board of Directors

Date 7/2/14



David Kimosop  
Managing Director

Date 7/2/14

# REPUBLIC OF KENYA

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Website: [www.kenao.go.ke](http://www.kenao.go.ke)



P.O. Box 30084-00100  
NAIROBI

## KENYA NATIONAL AUDIT OFFICE

### REPORT OF THE AUDITOR-GENERAL ON KERIO VALLEY DEVELOPMENT AUTHORITY FOR THE YEAR ENDED 30 JUNE 2013

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#### REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Kerio Valley Development Authority set out on pages 18 to 31, which comprise the statement of financial position as at 30 June 2013, and the statement of comprehensive income, statement of changes in reserves and statement of cash flows 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 14 of the Public Audit Act, 2003. 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.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such 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.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 13 of the Public Audit Act, 2003.

#### **Auditor-General's Responsibility**

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 15 (2) of the Public Audit Act, 2003 and submit the audit report in compliance with Article 229(7) of the Constitution of Kenya. The audit was conducted in accordance with International Standards of Auditing. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an

opinion on the effectiveness of the Authority's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for a qualified audit opinion.

### **Basis for Qualified Opinion**

#### **1.0 Properties in the Authority's Field Station**

1.1 As reported in the previous years, the property, plant and equipment balance of Kshs.1,059,482,869.00 as at 30 June 2013 includes various properties with carrying values of Kshs.650,122.00 with no title documents.

<b>Property</b>	<b>Location</b>	<b>Net Book Value (Kshs)</b>
Guest House	Tot	89,988.00
Residential Houses	Chemeron	109,090.00
Guest House	Sigor	170,353.00
Staff Houses	Sigor	<u>280,691.00</u>
		<u>650,122.00</u>

1.2 Property, Plant and Equipment figure of Kshs.1,059,482,869 as at 30 June 2013 differs with note 2(a) to the financial statements figure of Kshs.1,056,598,268 by an unexplained difference of Kshs.2,884,601.

1.3 In addition, motor vehicles registration numbers KAA 706P and KYF 534 valued at Kshs.435,000.00 and Kshs.337,500.00, respectively and donated by the Italian Government and the World Bank, were not registered in the name of the Authority.

It was therefore not possible to verify ownership of these properties.

The financial statements exclude assets in the Turkwel Station that include an office block, residential houses and Turkwel dam whose values were not known. Original titles for the land and buildings were not availed for audit review.

#### **1.4 Assets Valuation**

Property, Plant and Equipment are carried in the financial statements at cost. The International Accounting Standards No. 16 requires that property, plant and equipment be valued regularly. However, the Authority has not revalued its assets for the last sixteen (16) years.

### **1.5 Tot Irrigation Project**

As reported in previous year, included under the work-in-progress balance of Kshs.233,329,089.00 as at 30 June 2013 is an amount of Kshs.59,568,047.00 incurred on Tot Irrigation Scheme Project. Two contracts, with a total contract sum of Kshs.72,725,818 being Kshs.64,231,138.00 for construction and Kshs.8,494,680.00 for supervision consultancy were awarded to two firms.

Although payments totalling Kshs.59,111,617.00 had been paid comprising of Kshs.48,847,212.00 to the contractor and Kshs.10,264,405.00 for consultancy as at 30 June 2012, the contract was later terminated in December 2012. An additional, in-house expenditure of Kshs.456,430.00 was incurred on the project during the year under review. Audit inspection carried out disclosed that the project had not been completed. Management have not provided justification for Kshs.73,182,248 expenditure already incurred on the project.

### **1.6 Arror Project**

In addition, included under the work in progress balance is an amount of Kshs.56,663,636.00 incurred in respect of Arror Irrigation Project against contract awards totalling Kshs.71,372,701.00 in respect of construction and consultancy of Kshs.62,298,021 and Kshs.9,074,680 respectively. The project was to be completed on 15 June 2011, but the contract was terminated in December, 2012 for non performance. The Authority to date has paid Kshs.42,993,382.00 to the contractor, Kshs.12,477,684.00 to the consultancy firm and an additional Kshs.1,192,570.00 on in-house expenditure on the project, all totalling Kshs.56,443,636. No justification has been provided by management for the Kshs.3,403,004.00 over payment to the consultancy.

It has therefore, not been possible to confirm whether the Authority got value for the Kshs.56,663,636.00 expenditure charged to public funds.

### **1.7 Ptokou and Sangat Irrigation Projects**

The work in progress balance of Kshs.233,329,089.00 includes Kshs.101,569,751.00 expenditure incurred in respect to Ptokou and Sangat Irrigation Projects. As previously reported, the contract was awarded to a firm at a contract sum of Kshs.100,914,472.00 but was later revised to Kshs.98,000,000.00. The technical evaluation committee recommended award of the tender to a firm at a cost of Kshs.98,926,181.00. However, the tender committee rejected the recommendation and proceeded to award the tender to another firm at a contract sum of Kshs.100,914,472.00. This was against the requirements of regulation number 11 of Public Procurement and Disposal Regulations, 2006 which prohibits modification by the tender committee of any submissions of the technical evaluation committee with respect to a recommendation made for a contract award or in any other respect.

Consequently, the Authority was therefore in breach of the law.

## **2.0 Trade and other Receivables**

Receivables wrongly described as doubtful debts of Kshs.34,103,553.00 as at 30 June 2013 include Kshs.22,090,971.00 owed by a former Managing Director, Kshs.1,506,195.00 by former staff, Kshs.316,740.00 by former Directors, Kshs.8,665,563.00 by former tenants who vacated the premises with arrears and Kshs.1,524,084.00 in form of advances and IOUs by former staff.

Any provision that would have been necessary in relation to this uncertainty has not been incorporated in these financial statements.

## **3.0 Debt**

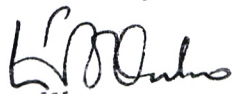
As previously reported, the Authority's prepayment balance of Kshs.4,109,335.00 includes an amount of Kshs.1,524,084.00 paid to an individual, several years ago to provide legal services, which however were never offered. The Authority has not been able to recover the money since the person is deceased. Any provision to mitigate against this uncertainty has not been incorporated in these financial statements.

## **4.0 Trade and other Payables**

As similarly reported in 2011/2012, the trade and other payables balance of Kshs.64,262,571.00 includes unremitted staff deductions totalling Kshs.17,157,057.00 and deceased staff pension refunds of Kshs.1,649,556.85 for the period 2011/2012 and prior years. The Authority is therefore in breach of the law and the continued non-remittance of the statutory deductions may lead to penalties and fines.

## **Qualified Opinion**

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion Paragraph, the financial statements present fairly, in all material respects, the financial position of the Authority as at 30 June 2013, and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards and the Kerio Valley Development Authority Act, Cap 441 of the Laws of Kenya.



**Edward R.O. Ouko, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

**9 May 2014**

# KERIO VALLEY DEVELOPMENT AUTHORITY

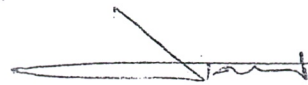
FY2012/2013

## STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2013

ASSETS	Notes	2012/2013	2011/2012
<b>NON-CURRENT ASSETS</b>			
Property, Plant, Equipment	2 a)	1,059,482,869	1,019,672,159
Biological Assets	b)	28,061,605	4,894,255
		<b>1,087,544,474</b>	<b>1,024,566,414</b>
<b>CURRENT ASSETS</b>			
Inventory	3	29,518,179	19,544,837
Trade & Other Receivables	4 a)	31,325,650	71,384,522
Prepayments	b)	4,109,335	17,029,276
Provisions For Bad & Doubtful Debts	c)	34,103,553	-
Cash & Bank Balances	5	213,788,613	240,639,720
		<b>312,845,330</b>	<b>348,598,355</b>
<b>CURRENT LIABILITIES</b>			
Trade & Other Payables	6 a)	64,262,573	62,083,598
Overdraft		308,965	40,701
Provisions For Audit Fee		812,000	700,000
		<b>65,383,538</b>	<b>62,824,299</b>
<b>NET CURRENT ASSETS</b>		<b>247,461,792</b>	<b>285,774,056</b>
<b>NET ASSETS</b>		<b>1,335,006,266</b>	<b>1,310,340,470</b>
<b>FINANCED BY:</b>			
Capital Reserves		930,634,556	930,634,556
Accumulated Surplus/Deficit		404,371,710	379,705,914
<b>ACCUMULATED RESERVES</b>		<b>1,335,006,266</b>	<b>1,310,340,470</b>

The financial statements on pages 18 to 31 were approved by the Board of Directors on 29<sup>th</sup> August, 2013 and signed on its behalf by:-

**DAVID KIMOSOP -MANAGING DIRECTOR** .....



**RICHARD KIPSERET - VICE CHAIRMAN** .....



# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30TH JUNE, 2013

		2012/2013 KShs.	2011/2012 KShs.
<b>INCOME</b>	<b>NOTES</b>		
Government Grants	7	260,304,150	281,823,831
Appropriation in Aid	8,(a,b,c)	157,626,529	117,912,394
Sub-Total		<b>417,930,679</b>	<b>399,736,225</b>
Add Gain on disposal		413,907	0
Total Income		<b>418,344,586</b>	<b>399,736,225</b>
 <b>EXPENDITURE</b>			
Personnel Expenses	9(a)	205,802,869	167,680,730
Administration Expenses	(b)	30,134,322	44,998,888
Operation Expenses	(c)	77,854,445	74,381,343
Other Expenses	(d)	5,023,698	15,181,179
Board Expenses		12,937,986	29,079,140
Depreciation Cost		25,601,267	18,162,877
Economic Stimulus Projects		36,715,531	18,291,085
Kazi Kwa Vijana/KYEP		-	12,853,688
Environment Fund		-	1,670,467
Provision For Audit Fee		812,000	700,000
Refund to Government (K. Y.E.P)		-	5,392,654
<b>Total Expenditure</b>		<b>394,882,118</b>	<b>388,392,051</b>
 <b>Net Surplus/(Deficit)</b>		<b>23,462,468</b>	<b>11,344,174</b>

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2013

	2012/2013 KShs.	2011/2012 KShs.
<b>Cash Flows from Operating Activities</b>		
(Deficit) /Surplus for the year	23,462,468	11,344,174
Adjustment for :		
Gain on disposal	-413,907	
Depreciation	25,601,267	18,162,877
Refund to GoK		5,392,654
	<b>48,649,828</b>	<b>34,899,705</b>
Increase(Decrease) in Inventories	-9,973,342	4,452,035
Increase(Decrease) in Receivables	40,058,872	715,559
Increase(Decrease) in Prepayments	12,919,941	14,395,629
Increase(Decrease) in Trade & Other Payables	2,290,975	-5,480,771
Increase(Decrease) in Short term borrowing	268,264	0
Increase(Decrease) in Doubtful debts	-34,103,553	0
<b>Cash from Operating Activities</b>	<b>11,461,157</b>	<b>14,082,452</b>
 <b>Net cash generated from operating activities</b>	 <b>60,110,985</b>	 <b>48,982,157</b>
 <b>Cash flows from Investing Activities</b>		
Interest earned		4,671,659
Purchase of Property, Plant and Equipment	(16,470,608)	-24,652,893
Additional Work In Progress	-47,779,134	-152,593,493
Increase(Decrease) in biological assets	-23,167,350	6,937,700
Proceeds from asset disposal	455,000	0
<b>Net Cash (used in)/generated by investing activities</b>	<b>-86,962,092</b>	<b>-165,637,027</b>
Net cash and cash equivalents	<b>-26,851,107</b>	<b>-116,654,870</b>
Cash and cash equivalent at the beginning of the period	<b>240,639,720</b>	<b>357,440,556</b>
<b>Net Cash &amp; Cash Equivalents - End</b>	<b>213,788,613</b>	<b>240,785,686</b>

**STATEMENT OF CHANGES IN RESERVES  
FOR THE YEAR ENDED 30TH JUNE, 2013**

	Capital Reserve KShs.	Revenue Reserves KShs.	Total KShs.
As at 1/7/2011	930,634,556	344,618,974	1,275,253,530
Surplus for the year		11,344,174	11,344,174
Being Consultants fees understated in the year 2010/2011 now adjusted:		23,742,766	23,742,766
<b>As at 30/6/2012</b>	<b>930,634,556</b>	<b>379,705,914</b>	<b>1,310,340,470</b>
Prior Year Adjustments		1,203,328	1,203,328
Surplus for the year		23,462,468	23,462,468
<b>As at 30th June 2013</b>	<b>930,634,556</b>	<b>404,371,710</b>	<b>1,335,006,266</b>

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## POLICIES AND EXPLANATORY NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE, 2013

### 1 ACCOUNTING POLICIES

The principal Accounting policies adopted in the preparation of the financial statements are set out below.

#### (a) Basis of Preparation:-

The accounts are prepared under historical cost convention.

#### (b) Revenue Recognition:-

Income is recognized in the period which it accrues.

#### (c) Government Grants

Government grants are recognized when there is reasonable assurance that they will be received and compliance of conditions attached is guaranteed.

#### (d) Expenditure:-

Except on Capital items, all expenditure are of revenue nature.

#### (e) Fixed Assets:-

Fixed assets are depreciated yearly on their reducing Net Book Value (NBV) balances. Depreciation is charged fully on the year of purchase and none in the year of disposal. Biological Assets include tree seedling and farm animals. These assets are valued at cost

#### (f) Depreciation rates

Assets category	Annual percentage
(i) Buildings- Permanent	2%
(ii) Buildings- Semi-permanent	10%
(iii) Plant, machines & Farm Equipment	25%
(iv) Motor Vehicles	25%
(v) Tractors & Dozers	25.00%
(vi) Office Furniture & Fittings	12.50%
(vii) Loose Tools & Equipments	12.50%
(viii) Survey & Drawing Equipt.	12.50%
(ix) Office machines & Equipments	12.50%

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

(x) House Furniture & Fittings 12.50%

**(g) Inventory**

Stock is valued at cost or at net realizable value.

**NOTES TO THE FINANCIAL STATEMENTS**

**2(a) Fixed assets**

Fixed Assets are as per the computation shown on page 30. The net book values have been arrived at after all adjustments have been taken into consideration

**2(b) Biological assets**

**Description**

	2012/2013 Value (KSHS)	2011/2012 Value (KSHS)
--	---------------------------	---------------------------

Tree Seedlings	26,490,605	3,358,355
Animal Goats	40,000	70,900
Animal Sahiwal Cattle	1,531,000	1,465,000

<b>Total</b>	<b>28,061,605</b>	<b>4,894,255</b>
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**3 Inventory**

**Category**

	2012-2013 KShs	2011-2012 KShs
--	-------------------	-------------------

1. Plant Motor spares	3,445,456	4,977,701
2. Tools & Equipments	2,898,489	2,208,436
3. Building & Plumbing	11,990,112	6,335,672
4. Stationery	474,802	268,976
5. Farm inputs	1,510,515	1,354,500
6. Fuel, Oil lubricants	264,191	122,691
7. Electrical	496,802	493,357
8. Processed Honey	923,950	939,080
9. General stores	1,445,364	863,377
10. Farm produce	13,970	5,000
11. Protective clothing	22,347	107,551
12. Crude and semi processed Honey	5,974,761	1,828,296
13. Honey Products	57,420	40,200

<b>Total</b>	<b>29,518,179</b>	<b>19,544,837</b>
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# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED

4 **Trade & Other Receivables**

These comprises of:-

a)	<u>Description</u>	2012-2013 KShs.	2011-2012 KShs.
	1. Staff debts	3,772,139	28,207,971
	2. Trade debtors	18,612,431	33,788,679
	3. Sales	-	44,924
	4. Printing Services	1,419,601	1,419,601
	5. Salary advances/IOUs	4,112,571	7,923,347
	6. G O K – grant (recurrent)	3,408,908	-
	<b>Total</b>	<b>31,325,650</b>	<b>71,384,522</b>

b)	<u>Description</u>	2012-2013 KShs.	2011-2012 KShs.
	1. Jim Choge	-	1,524,084
	2. KPLC	652,000	630,000
	3. Toyota (k) Ltd	200,000	200,000
	4. Uday Patel & Company	3,257,335	9,586,197
	5. Toddy Merchants Ltd	-	5,088,995
	<b>Total</b>	<b>4,109,335</b>	<b>17,029,276</b>

c) **Doubtful debts**

During the period under review the Authority has provided for debts whose collection is doubtful.

This include:-

<u>Name</u>	Amount (Kshs.)
1. Former Managing Director I. Imana	22,090,971
2. Former Directors	316,740
3. Former Employees	1,506,195
4. Tenants who have since left premises	8,665,563
5. Jim Choge	1,524,084
<b>Total</b>	<b>34,103,553</b>

**NOTES TO THE FINANCIAL STATEMENTS – CONTINUED**

**5 Cash & Bank Balances**

	<b>2012-2013</b>	<b>2011-2012</b>
<u>Account name</u>	<u>KShs.</u>	<u>KShs.</u>
1. Development A/C	43,085,364	2,144,805
2. Premises A/C	3,447,285	2,260,083
3. Turkwel Gorge A/C	8,573,751	-
4. Recurrent A/C	-	1,426,411
5. Printing Services A/C	-	348,468
6. KVDA Sigor A/C	150,202	267,193
7. KVDA Service Centre A/C	352,686	99,792
8. Economic Stimulus Programm	154,618,096	226,480,834
9. Service Charge	125,581	333,350
10. KVDA Farm Produce	1,481,020	1,515,297
11. KVDA Machinery	1,631,710	5,763,487
12. KVDA Kero Region	75,083	-
13. KVDA Baringo Region	107,996	-
14. KVDA Turkwel Region	139,839	-
<b>Total</b>	<b>213,788,613</b>	<b>240,639,720</b>

**6 Trade & Other Payables**

**a) Consist of:-**

	<b>2012-2013</b>	<b>2011-2012</b>
<u>Description</u>	<u>KShs.</u>	<u>KShs.</u>
1. Creditors (Recurrent A/C)	39,156,234	40,784,184
2. Unremitted salary deductions	17,157,057	17,346,472
3. Printing services A/C	677,130	677,130
4. Pensions /Insurance Refunds	1,649,557	1,089,036
5. Stale Cheques	-	312,697
6. Wei Wei (Kenya Seed)	-	925,880
7. Premises (tenants' prepayment)	2,068,872	948,199
8. Other Creditors	3,553,721	0
<b>Total</b>	<b>64,262,571</b>	<b>62,083,598</b>

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED

**7 Government Grants**

The Authority received a total of **Kshs.260,304,153** as grants comprising of: -

	2012-2013 Kshs.	2011-2012 Kshs.
Recurrent	106,906,896	106,775,895
Economic Stimulus	-	75,000,000
Development	153,397,254	<u>100,047,936</u>
<b>Total</b>	<b><u>260,304,150</u></b>	<b><u>281,823,831</u></b>

**8 Appropriation In Aid**

**a) Rent KVDA Plaza**

Rent	59,052,930	47,079,162
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**b) Other Income**

	2012-2013 Kshs.	2011-2012 Kshs.
Beekeeping	9,024,905	6,022,045
Sale of Farm Produce	5,623,525	1,497,481
Hire of Plant Equipment	4,047,416	6,682,649
Sale of Boarded Stores	3,900	715,645
Miscellaneous/interest	27,862,481	50,100
Sale of Tenders	770,500	910,000
Guest Houses	282,800	120,100
Rental Income (Staff housing)	1,757,849	1,898,200
Sale of Fruit Tree Seedlings	3,798,345	3,265,353
Surcharge	66,400	-
Interest earned	-	4,671,659
<b>Total</b>	<b><u>53,238,121</u></b>	<b><u>25,833,232</u></b>

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

c) Kenya Electricity Generating Co. Ltd 45,000,000 45,000,000

## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED

9 Expenditure on:-

a) Personnel Emoluments

Personnel Expenses

	2012-2013	2011- 2012
Number of Employees	<u>583</u>	<u>591</u>
	Kshs.	Kshs.
1. Personal Emoluments	113,741,545	99,795,337
2. Pension & Gratuity	8,785,264	7,987,440
3. House Allowance	42,354,800	29,651,350
4. Medical Allowance	836,115	8,938,950
5. Leave & Passage	3,821,328	3,970,579
6. Responsibility Allowance	255,602	85,503
7. Acting Allowance	251,242	1,149,587
8. Hardship Allowance	4,435,440	5,322,901
9. Special Duty Allowance	452,990	244,359
10. Extraneous Allowance	1,070,155	1,853,634
11. Bicycle Allowance	-	56,700
12. Commuter Allowance	26,861,333	8,624,390
13. Transfer Allowance	917,668	0
14. Other personal Allowances	2,019,387	0
<b>Sub-Total</b>	<b>205,802,869</b>	<b>167,680,730</b>

b) Administration Expenses

	2012 - 2013	2011 - 2012
	Kshs.	Kshs.
1. Transport Operating Expenses	290,868	1,326,960
2. Traveling & Accommodation	992,670	7,345,391
3. Telephone Expenses	1,235,645	2,255,309
4. Official Entertainment	880,611	494,672
5. Utilities, Supplies and Services	7,808,418	11,553,278
6. Purchase of Uniforms & Safety	-	62,075
7. Purchase of Stationery	737,637	-
8. Payment of Rent & Rates-Residential	1,381,879	3,435,297
9. Contracted Professional Services	7,861,137	4,730,926
10. Insurance of Properties	6,997,609	3,795,298
11. Subscription and Publicity	-	2,059,303
12. Purchase of Coffin & Wreaths	291,445	355,365
13. Routine Maintenance of Assets	1,507,474	7,201,194
14. Purchase of Office Furniture & Fittings	94,000	383,820
15. Bank Charges	35,744	-
16. Staff Audit & Evaluation	4,420	-

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

17. Purchase of Tools	14,765	-
<b>Sub-Total</b>	<b>30,134,322</b>	<b>44,998,888</b>

## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED

		2012-2013	2011-2012
c)	<b>Operation Expenses</b>	<b>Kshs.</b>	<b>Kshs.</b>
	1. Business dev. & Investment Promotion	13,523,706	-
	2. Beekeeping Dev. (Honey Production)	-	3,344,534
	3. Regional Dev. Planning & Feasibility	8,235,259	7,565,858
	4. Engineering Mineral & Water Resources	501,343	499,702
	5. Cherangany Hill Environment Con. & Rehab.	3,127,854	-
	6. Catchment Conservation & Rehabilitation	2,208,707	3,177,790
	7. ICT Development/Automation	1,109,905	3,016,580
	8. Crop Production (Arroz & Tot)	8,366,640	4,307,280
	9. Livestock & Fishery Dev./ Lake Baringo	3,572,462	9,986,909
	10. Wei-Wei Irrigation Programme	5,070,755	3,008,415
	11. Upper Turkwel	9,342,268	9,273,161
	12. Turkwel Dam Monitoring	6,311,270	15,231,737
	13. Regional Offices Operationalization	-	5,487,052
	14. Samburu Development	382,404	1,723,617
	15. Fuel and Lubricants	7,951,147	-
	16. Turkwel Basin Regional office	2,509,096	206,589
	17. Lake Turkana Basin Regional office	1,600,212	2,275,797
	18. Lake Baringo Region Regional office	1,917,988	-
	19. Kerio Basin Regional office	2,123,429	5,276,322
	<b>Sub - Total</b>	<b>77,854,445</b>	<b>74,381,343</b>
d)	<b>Other Expenses</b>		
	1. HIV Alcohol and Drug Abuse	123,887	561,540
	2. Gender Mainstreaming	226,356	1,018,165
	3. Disability Mainstreaming	51,900	125,150
	4. Resolution of Public Complaints		102,050
	5. Customer Satisfaction	23,820	
	6. Training and Development	1,114,935	644,740
	7. Show Exhibition & Publicity Marketing & Dev.	3,062,311	4,284,728
	8. Corruption Prevention	7,600	188,800
	9. Delivery Charter	57,550	119,450
	10. Cascading of P C	68,000	
	11. Disposal of Idle Assets	61,600	
	12. ISO Certification	61,747	
	13. Work Environment	97,597	
	14. Employee Satisfaction	28,500	
	15. Cost Reduction	37,895	

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY2012/2013

16. Compliance and Strategic plan	-	306,304
17. Performance Contracts Project	-	7,830,252
<b>Sub - Total</b>	<b>5,023,698</b>	<b>15,181,179</b>

10

**Disclosures**

a)

**The Reporting Currency**

The financial statements are prepared in Kenya shillings (Kshs) rounded to the nearest shilling.

b)

**Taxation**

Kerio Development Authority is exempted from paying Corporate tax.

c)

**Office space**

Kerio Development Authority Occupies three floors of KVDA plaza measuring 6435sq per floor estimated cost **Kshs. 16,123,536**. The authority does not charge or pay any rent for this space.

d)

**Prior year Adjustment**

A prior year adjustment of Kshs 1,203,328 made in 2012/2013 financial year relates to correct cumulative understatement of depreciation arising from understatement of tractors and dozers by **Kshs. 3,024,748** in the 2010/2011 financial year.

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY 2012/2013

## Note 2 (a) FIXED ASSETS FOR THE YEAR ENDED 30TH JUNE, 2013

### PROPERTY PLANT & EQUIPMENT IN (KSHS)

	LAND KSHS.	SURVEY & DRAWING EQUIP. KSHS	BUILDING S/PERMANENT KSHS	BUILDING PERMANENT KSHS	PLANT MACHINERY & EQUIP.KSHS	OFFICE MACHINERY & FITTINGS KSHS	MOTOR VEHICLES & LORRIES KSHS	TRACTORS & DOZERS KSHS	OFFICE FURNITURE & FITTINGS KSHS	HOUSE FURNITURE & FITTINGS KSHS	LOOSE TOOLS & EQUIP. KSHS	WORK IN PROGRESS (TOT, ARROR,PTOKOU)	TOTALS KSHS
Cost as at July, 2012	83,879,950	4,682,255	9,855,151	674,351,050	10,053,431	16,911,529	67,033,211	37,925,776	4,394,707	1,983,566	1,841,161	400,462,166	1,313,373,953
Additions	4,000,000	2,258,862	-	214,912,211	6,107,798	1,630,158	1,394,300	-	1,079,490	-	-	47,779,134	279,161,953
Disposals	-	-	-	-	-	-	(4,100,000)	-	-	-	-	-	(4,100,000)
Revaluation of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-	(214,912,211)	(214,912,211)
<b>Totals</b>	<b>87,879,950</b>	<b>6,941,117</b>	<b>9,855,151</b>	<b>889,263,261</b>	<b>16,161,229</b>	<b>18,541,687</b>	<b>64,327,511</b>	<b>37,925,776</b>	<b>5,474,197</b>	<b>1,983,566</b>	<b>1,841,161</b>	<b>233,329,089</b>	<b>1,373,523,695</b>
1st July, 2012	-	4,064,688	8,873,559	187,669,115	8,771,723	8,865,649	48,952,522	19,780,686	3,505,821	1,576,945	1,641,086	-	293,701,794
Charge for the year	-	359,554	98,159	14,031,883	1,847,377	1,209,505	3,843,747	4,536,273	246,047	50,828	25,009	-	26,248,381
Disposals & Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	(3,024,748)
Accumulated depreciation	-	4,424,242	8,971,718	201,700,998	10,619,100	10,075,154	52,796,269	24,316,959	3,751,868	1,627,773	1,666,095	-	319,950,175
NBV June,2013	87,879,950	2,516,875	883,433	687,562,263	5,542,130	8,466,533	11,531,242	13,608,818	1,722,329	355,793	175,066	233,329,089	1,056,598,268
NBV June 2012	83,879,950	617,567	981,592	486,681,935	1,281,708	8,045,880	18,080,689	16,145,090	888,886	406,621	200,075	400,462,166	1,019,672,159

# KERIO VALLEY DEVELOPMENT AUTHORITY

FY 2012/2013

## Note 2 (a)      FIXED ASSETS FOR THE YEAR ENDED 30TH JUNE, 2013

### PROPERTY PLANT & EQUIPMENT IN (KSHS)

	LAND KSHS.	SURVEY & DRAWING EQUIP. KSHS	BUILDING S/PERMANENT KSHS	BUILDING PERMANENT KSHS	PLANT MACHINERY & EQUIP.KSHS	OFFICE MACHINERY & FITTINGS KSHS	MOTOR VEHICLES & LORRIES KSHS	TRACTORS & DOZERS KSHS	OFFICE FURNITURE & FITTINGS KSHS	HOUSE FURNITURE & FITTINGS KSHS	LOOSE TOOLS & EQUIP. KSHS	WORK IN PROGRESS (TOT, ARROR,PTOKOU)	TOTALS KSHS
Cost as at July, 2012	83,879,950	4,682,255	9,855,151	674,351,050	10,053,431	16,911,529	67,033,211	37,925,776	4,394,707	1,983,566	1,841,161	400,462,166	1,313,373,953
Additions	4,000,000	2,258,862	-	214,912,211	6,107,798	1,630,158	1,394,300	-	1,079,490	-	-	47,779,134	279,161,953
Disposals	-	-	-	-	-	-	(4,100,000)	-	-	-	-	-	(4,100,000)
Revaluation of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-	(214,912,211)	(214,912,211)
<b>Totals</b>	<b>87,879,950</b>	<b>6,941,117</b>	<b>9,855,151</b>	<b>889,263,261</b>	<b>16,161,229</b>	<b>18,541,687</b>	<b>64,327,511</b>	<b>37,925,776</b>	<b>5,474,197</b>	<b>1,983,566</b>	<b>1,841,161</b>	<b>233,329,089</b>	<b>1,373,523,695</b>
1st July, 2012	-	4,064,688	8,873,559	187,669,115	8,771,723	8,865,649	48,952,522	19,780,686	3,505,821	1,576,945	1,641,086	-	293,701,794
Charge for the year	-	359,554	98,159	14,031,883	1,847,377	1,209,505	3,843,747	4,536,273	246,047	50,828	25,009	-	26,248,381
Disposals & Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	(3,024,748)
Accumulated depreciation	-	4,424,242	8,971,718	201,700,998	10,619,100	10,075,154	52,796,269	24,316,959	3,751,868	1,627,773	1,666,095	-	319,950,175
NBV June, 2013	87,879,950	2,516,875	883,433	687,562,263	5,542,130	8,466,533	11,531,242	13,608,818	1,722,329	355,793	175,066	233,329,089	1,056,598,268
NBV June 2012	83,879,950	617,567	981,592	486,681,935	1,281,708	8,045,880	18,080,689	16,145,090	888,886	406,621	200,075	400,462,166	1,019,672,159