

**REPORT**

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**THE AUDITOR-GENERAL**

**ON**

**KENYA ITALY DEBT FOR  
DEVELOPMENT PROGRAMME**

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

**MINISTRY OF WATER, SANITATION  
AND IRRIGATION**



**PROJECT NAME: KENYA ITALY-DEBT FOR DEVELOPMENT PROGRAMME.**

**IMPLEMENTING ENTITY: MINISTRY OF WATER AND SANITATION AND  
IRRIGATION**


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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

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

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

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>		
<b>DATE: 23 FEB 2021</b> <table border="1" style="display: inline-table;"><tr><td style="text-align: center;"><b>DAY.</b></td></tr></table>		<b>DAY.</b>
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19 FEB 2021

## **1. PROJECT INFORMATION AND OVERALL PERFORMANCE**

### **1.1 Name and registered office**

**Name:** The projects official name is The Kenya Italy Debt for Development Programme (KIDDP)

**Objective:** The key objective of the project is converting eligible official Development Assistance (ODA) bilateral debt into financial resources to implement development projects.

**Address:** The project headquarters offices are  
MAJI House, Ngong Road  
Nairobi,  
Kenya.

The address of its registered office is:  
Ministry of Water, Sanitation and Irrigation  
Department of Water and Sanitation Services  
P O Box 49720  
Nairobi.

The project has no other offices/branches.:

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

Telephone: (254) 2716103  
E-mail: [ps@water.go.ke](mailto:ps@water.go.ke)  
Website: [www.water.go.ke](http://www.water.go.ke)

### **1.2 Project Information**

Project Start Date:	The project start date is 22.01.2007
Project End Date:	The project end date is 30.06.2021
Project Manager:	The project manager is Eng. F K Kyengo
Project Sponsor:	The project sponsor is The Government of Italy

### 1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Water, Sanitation and Irrigation
Project number	
Strategic goals of the project	The strategic goals of the project are as follows: (i) Increase access to safe and adequate water supply and sanitation services (ii) Institutional strengthening. (iii) Technology & knowledge Transfer
Achievement of strategic goals	The project management aims to achieve the goals through the following means: i. Construction of new water supply projects ii. Rehabilitation of existing water projects. iii. Drilling and equipping of new boreholes in urban and rural areas as well as capacity building. iv. Capacity building and institutional strengthening v. Implementation of innovative approaches vi. Exchange programmes and peer learning
Other important background information of the project	The KIDDP water and sanitation projects are being implemented in various Water Works Development Agencies. The Agencies are responsible for the procurement and supervision of the construction works. This includes certification of works. Project PCU monitors periodically the projects' implementation
Current situation that the project was formed to intervene	(i) The programme has supported the implementation of 37No. Water and Sanitation projects in the country. (ii) 33 No. projects are successfully completed and serving 1,426,469 people (iii) 3No. Water and Sanitation are being finalised construction is ongoing. 1 No. Project is yet to start
Project duration	The project started on 1st July 2007 and is expected to run until 30 June 2021

### 1.4 Bankers

The following are the bankers for the current year:

- (i) NCBA Bank PLC ; NIC House Branch; Bunyala road.

**Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020**

**1.5 Auditors**

Auditor General  
Office of the auditor General  
Anniversary Towers, University Way  
P.O. Box 30084  
GPO 001000  
NAIROBI, KENYA

**1.6 Roles and Responsibilities**

The Project is managed and coordinated at the National level by the following officers.

Names	Title designation	Key qualification	Responsibilities
Joseph W. Irungu,	Principal Secretary	Executive Master in Business Administration	Accounting Officer
F K Kyengo	Deputy Director	BSC Engineering	Programme Manager and Coordinator of programme
Agnes Waweru	H A U	CPA (K) B.COM	Cheque signatory Payment Authorizer
Virginia Waweru	Accountant	CPA(K) B.COM	Processing of payments and preparing financial reports.

**1.7 Funding summary**

The Project is for duration of 10 years from 2007 to 2021 with an approved budget of equivalent to Ksh 4.4 billion for four ministries/Departments/sectors namely:

- i. Health
- ii. Water and Sanitation
- iii. Vocational Training
- iv. Slum Upgrading Sector

Below is the funding summary for the project from 2007/2008 to 2019/2020 financial years.

Source of funds	Donor Commitment-		Amount received to date – (1.7.2007 to 30.6.2020)		Undrawn balance to date (30.6.2020)	
	<i>Donor currency</i>	<i>Kshs</i>	<i>Donor currency</i>	<i>Kshs</i>	<i>Donor currency</i>	<i>Kshs</i>
	<i>(A)</i>	<i>(A')</i>	<i>(B)</i>	<i>(B')</i>	<i>(A)-(B)</i>	<i>(A')-(B')</i>
<b>(i)Grant</b>						
Government of Italy		4,400,000,000		3,117,515,905		1,282,484,095
Government of Kenya						
<b>TOTAL</b>		<b>4,400,000,000</b>		<b>3,117,515,905</b>		<b>1,282,484,095</b>

### **1.8. Summary of Overall Project Performance:**

The programme has been able to utilize budget up to ninety percent as per the guidelines. The procurement of the service has been through National Competitive process that has assured value for money for the project funds. The adherence to the procurement Act has been observed.

The absorption rate since the commencement of the project has ranged from 50 – 90% depending on the procurement process, environmental situation on the ground, Competence of the contractor and the disbursement of funds from the National Treasury. Processing of the Disbursement has also affected absorption rate.

The project has faced the following implementation challenges:

- Delayed disbursements
- Delayed acquisition of land for project installations
- Con-competent contractors
- Contractual disputes
- Social disputes over lands and land clashes, post-election violence
- Security and
- Environmental interruptions including floods, land, slides and

The recommended way forward includes: -

- Timely procurement
- Advance procurement of project land
- Pragmatic planning and work schedules

### **1.9. Summary of Project Compliance:**

The Kenya Italy for Debt Development Programme has been compliance with all the project management rules and regulations.

## **2. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETERMINED OBJECTIVES**

### **2.1 Introduction**

The key water sector development objectives are to:

- a) **Strategic Goal 1:** 80% urban and rural water coverage for the population by 2025

Objective 1: Rehabilitate, extend or built water supply, storage and sewerage systems

Objective 2: Increased efficiency and integration of water supply investments and service provision in areas of greatest impact by socially responsible, commercially-oriented water utilities with a strong focus on the poor in urban and rural areas.

- b) **Strategic Goal 2:** 40% urban sewer sanitation connections and 40% sanitation uptake in urban and rural sanitation chain for non - sewer by 2025

Objective: Rehabilitate, extend or built sewerage systems, promote decentralized wastewater/faecal sludge treatment systems and uptake of basic non-sewer sanitation systems countrywide.

The specific key sector development objectives of the project's 2018-2022 plan are to:

- Increase access to water and sanitation service
- Construction of storage facilities
- Build capacity for water and sanitation sector

### **2.2 Progress on attainment of Strategic development objectives**

For purposes of implementing and cascading the above development objectives to specific sub-sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Below we provide the progress on attaining the stated objectives:

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Water Sector – Kenya Italy Debt for Development Project	To develop water and sanitation infrastructure to meet national standards	Increased access to water and sanitation services	Number of people with water and sanitation services	<b>In FY 19/20 an additional 20,000 Kenyans were added to access</b>
			Volume of water stored	<b>An additional 500m<sup>3</sup> of water storage was completed</b>
			Number of people trained	<b>30no. Artisans, attendants and supervisors were trained</b>

### **3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT / SUSTAINABILITY REPORTING**

The Kenya- Italy for Development Programme exists to transform the lives of Kenya's. The project purpose is to improve the public health of Kenyans by supporting the provision of infrastructure and building capacity for sustainable water and sanitation services.

KIDDP deliver our strategy, which is founded on five pillars:

- i. Sustainability
- ii. Environmental Performance
- iii. Capacity building and Employee Welfare
- iv. Market Place practises and
- v. Citizen engagements

The highlights of our achievements in each pillar

#### **1. Sustainability strategy and profile -**

Infrastructure implemented is of good quality, sound workmanship and of appropriate technology. This assures on proper delivery of services that is efficient, effective and responsive to topical issues.

Implementation of projects is supervised by competent consultants who have the requisite experience. Staff of the service provider who will eventually take the operation and maintenance of the project upon completion is attached for institutional knowledge and memory.

Upon completion, the project has a liability period of 6 months to one year where minor defects are sorted by the contractor before eventually handed over to the Water Company the will manage the Project.

The Project is managed by a regulated Company that has a proven management framework that is managed by the Water Services Regulatory Board.

#### **2. Environmental performance**

Environmental Assessment is a core part of all projects and assessments are undertaken during the planning and design phase of the projects. Mitigation measures are specified, measured and incorporate as part of the project components. A monitoring framework is put in place to monitor the implementation of the environmental aspects

NEMA licences and approvals are sought and acquired as appropriate.

### **3. Capacity Building and Employee welfare**

During the planning and design phase, an assessment is done on the capacity existing in the Company/organisation that will eventually take over the project upon completion. The identified training needs are incorporated as a project component and executed during the period of the project. Well skilled team will thus take over the management of the project.

During implementation. Skill transfer is paramount as company officers are part of the construction and supervision team to be fully aware of all installations of the project.

As appropriate, the contractors are obliged to disclose and implement their policy on safety and compliance with Occupational Safety and Health Act of 2007, (OSHA)

### **4. Market place practices-**

Procurement competition practices are fully implemented under the PPDA Act 2015. This is done by public entities/Agencies and ensures value for money, fairness in the provision of opportunities and fair competition. All processes are open and available for public scrutiny.

Contractors are engaged on fair basis and contracts closed for execution of the projects. The contract articulates the roles, responsibilities, expectations and other terms of engagement. Payments of services is agreed upon and negotiated to ensure fairness and respect to the providers of services and goods.

A Project bill Board is constructed indicating projects details as a transparent arrangement. The Details of the Project are also in the Client's website and open for public scrutiny.

### **5. Community/citizen Engagements-**

Community and beneficiaries of water and sanitation projects are involved in the following phases: -


- Planning and design – identification of water sources, water pipe routes and tanks sites – A community committee represent all
- During construction at the certification stage to confirm the works have actually been undertaken accordingly.
- Hand –over ceremony (Public Baraza) to confirm project completion and to consult on the operational and management arrangements

#### **4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES**

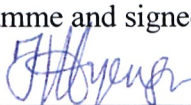
The Principal Secretary for the Ministry of Water & Sanitation and Irrigation and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year ended on June 30, 2020 This responsibility includes: (i) maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Project; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Project; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances. The Principal Secretary for ministry of Water & Sanitation and Irrigation and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards. The Principal Secretary for the Ministry of Water & Sanitation and Irrigation and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June,30th, 2020, and of the Project's financial position as at that date. The Principal Secretary for the Ministry of Water & Sanitation and Irrigation and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The Principal Secretary for the Ministry of water & Sanitation and Irrigation and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for. Approval of the Project financial statements

The Project financial statements were approved by the Principal Secretary for the Ministry of Water & Sanitation and Irrigation and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme and signed by them.

  
Principal Secretary  
Name: Joseph W.Irungu CBS

Date 18/12/2020

  
Project Coordinator  
Name: Eng.Fidelis Kyengo

Date 18/12/2020

  
Project Accountant  
Name Wycliffe Ojukwu A.O  
ICPAK NO:10172

Date 18/12/2020

# REPUBLIC OF KENYA

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*Enhancing Accountability*

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

## **REPORT OF THE AUDITOR-GENERAL ON KENYA ITALY DEBT FOR DEVELOPMENT PROGRAMME FOR THE YEAR ENDED 30 JUNE, 2020 – MINISTRY OF WATER, SANITATION AND IRRIGATION**

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### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Opinion**

I have audited the accompanying financial statements of Kenya Italy Debt for Development Programme set out on pages 1 to 16, which comprise the statement of financial assets as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Kenya Italy Debt for Development Programme as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Financing Agreement on Debt for Development Swap between the Government of Italy and the Government of Kenya, dated 27 October, 2007 and the Public Finance Management Act, 2012.

#### **Basis for Opinion**

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kenya Italy Debt for Development Programme 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 audit of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### **Key Audit Matters**

Key audit matters are those matters which, in my professional judgment, were of most significance in the audit of the financial statements. There were no Key Audit Matters to report in the period 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 audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **1. Long Outstanding Advance**

According to Article III.1 of the Programme's Financing Agreement, the Programme funds should be utilized by the Government of Kenya on goods and services for implementation of jointly agreed initiatives within the framework of the poverty eradication strategies. However, as previously reported, and as disclosed in Note 7.2 to the financial statements, the statement of financial assets reflects a balance of Kshs.12,991,890 under imprest and advances. The amount was advanced to the Ministry of Water and Irrigation on 17 September, 2014 to pay an outstanding travel bill due to a service provider. The advanced amount had not been refunded to the Programme by the time of concluding this audit in November, 2020 - more than six years since the advance was made.

In the circumstances, the advance was not utilized for the Programme activities and the Ministry risks being required by the Government of Italy to make a refund as provided for under Article II.6 of the Financing Agreement.

#### **2. Slow Absorption of Programme Funds**

During the year under review, the Programme received Kshs.31,000,000 for the implementation of a water Programme in Homa Bay County. However, no disbursement had been made to the water Programme as at the close of the financial year and the funds were held in the Programme's bank account for over eleven (11) months, hence the water programme was not implemented.

In addition, the Programme bank account reflected a balance brought forward of Kshs.87,769,824 from 2018/2019 financial year. According to the Programme Management, the funds were for ongoing Projects whose disbursements had not been completed. However, only an amount of Kshs.6,237,004 was disbursed by the Programme during the year under review.

Consequently, the slow absorption of the Programme funds may have resulted in delayed implementation of the planned Project activities thus the possibility of the Programme not achieving its intended objectives.

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 on whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities which govern them. I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### **Conclusion**

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

### **Basis for Conclusion**

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

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

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

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

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

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

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

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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report which 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 review is planned and performed to express a conclusion on whether, in all material respects, 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, 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 which 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 which 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 Programme's 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 which 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 which may cast significant doubt on the Programme's ability to continue sustaining 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 Programme 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 which achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Programme to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control which 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 which may reasonably be thought to bear on my independence, and where applicable, related safeguards.



**Nancy Gathungu**  
**AUDITOR-GENERAL**

**Nairobi**

**28 December, 2020**

**Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020**

**7. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE PERIOD ENDED  
30TH JUNE 2020**

	Note	2019/2020		2018/2019		Cumulative to-date (From inception)
		Receipts and payments controlled by the entity	Payments made by third parties	Receipts and payment controlled by the entity	Payments made by third parties	
		KShs	KShs	KShs	KShs	KShs
<b>RECEIPTS</b>						
Proceeds from domestic and foreign grants	10.3	31,000,000	-		-	3,117,515,905
Miscellaneous receipts	10.4	3,400,716	-	2,663,417	-	61,595,169
<b>TOTAL RECEIPTS</b>		<b>34,400,716</b>	<b>-</b>	<b>2,663,417</b>	<b>-</b>	<b>3,179,111,074</b>
<b>PAYMENTS</b>						
Purchase of goods and services	10.5	8,884,959	-	11,115,799		108,903,119
Transfers to other government entities	10.6	6,237,004		18,063,596		2,948,192,673
Transfer to other levels National government						3,100,000
Acquisition of non financial asset						3,984,458
<b>TOTAL PAYMENTS</b>		<b>15,121,963</b>		<b>29,179,395</b>		<b>3,064,180,250</b>
<b>SURPLUS/(DEFICIT)</b>		<b>19,278,753</b>	<b>-</b>	<b>(26,515,978)</b>	<b>-</b>	<b>114,930,824</b>

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



Principal Secretary  
Name: Joseph W. Irungu CBS

Date 18/12/2020



Project Coordinator  
Name: Eng. Fidelis Kyengo

Date 18/12/2020



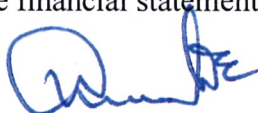
Project Accountant  
Name Wycliffe Ojukwu A.O  
ICPAK NO:10172

Date 18/12/2020

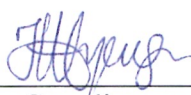
**7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2020**

	Note	2019-2020	2018-2019
		KShs	KShs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	10.7	107,048,577	87,769,824
Imprest and Advances	10.8	12,991,890	12,991,890
<b>Total Cash and Cash Equivalents</b>		120,040,467	100,761,714
<b>TOTAL FINANCIAL ASSETS</b>		<b>120,040,467</b>	<b>100,761,714</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd	10.9	100,761,714	127,277,692
Surplus/(Deficit) for the year		9,278,753	(26,515,978)
<b>NET FINANCIAL POSITION</b>		<b>120,040,467</b>	<b>100,761,714</b>


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

  
 Principal Secretary  
 Joseph W. Irungu CBS

Date 18/12/2020

  
 Project Coordinator  
 Eng. Fidelis Kyengo

Date 18/12/2020

  
 Project Accountant  
 Wycliffe Ojukwu A.O  
 ICPAK NO:10172


Date 18/12/2020

**Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020**

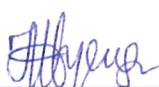
**8. STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2020**

		2019-2020	2018-2019
	Note	KShs	KShs
<b>Receipts from operating activities</b>			
Proceeds from domestic and foreign grants	9.5	31,000,000	-
Miscellaneous receipt		3,400,716	2,663,417
<b>Total receipts</b>		<b>34,400,716</b>	<b>2,663,417</b>
<b>Payments from operating activities</b>			
Other grants, transfers and payments	9.6	6,237,004	18,063,596
Purchase of goods and services	9.5	8,884,959	11,115,799
<b>Total Payments</b>		<b>15,121,963</b>	<b>29,179,395</b>
<b>Net cash flow from operating activities</b>		<b>19,278,753</b>	<b>-26,515,978</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		<b>-</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>9,278,753</b>	<b>-26,515,978</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>87,769,824</b>	<b>114,285,802</b>
<b>Cash and cash equivalent at END of the year</b>		<b>107,048,577</b>	<b>87,769,824</b>


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

  
Principal Secretary  
Joseph W. Irungu CBS

Date 18/12/2020

  
Project Coordinator  
Eng. Fidelis Kyengo

Date 18/12/2020

  
Project Accountant  
Wycliffe Ojukwu A.O  
ICPAK NO:10172

Date 18/12/2020


*Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020*

**9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS**


Receipts/Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
Proceeds from domestic and foreign grants	35,000,000		35,000,000	31,000,000	4,000,000	89%
Miscellaneous receipts	3,500,000		3,500,000	3,400,716	99,284	97%
<b>Total Receipts</b>	<b>38,500,000</b>		<b>38,500,000</b>	<b>34,400,716</b>	<b>4,099,284</b>	<b>89%</b>
<b>Payments</b>						
Purchase of goods and services	9,120,000		9,120,000	8,884,959	235,041	97%
Transfers to other levels WWDAs	20,000,000		20,000,000	6,237,004	13,762,996	31%
<b>Total Payments</b>	<b>38,500,000</b>		<b>38,500,000</b>	<b>13,998,037</b>	<b>24,501,963</b>	<b>36%</b>

Principal Secretary  
Joseph W. Irungu CBS

Date 18/12/2020

  
Project Coordinator  
Eng. Fidelis Kyengo

Date 18/12/2020

  
Project Accountant  
Wycliffe Ojukwu A.O.  
ICPAK NO:10172

Date 18/12/2020

## **10. NOTES TO THE FINANCIAL STATEMENTS**

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

### **10.1 Statement of compliance and basis of preparation**

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

The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

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

- **Reporting entity**

The financial statements are for the Kenya Italy Debt for Development Programme under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012.

- **Reporting currency**

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

### **10.2 Significant Accounting Policies**

#### **a) Recognition of receipts**

The Project recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the Government.

- **Transfers from the Exchequer**

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

- **External Assistance**

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

## **SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### **Donations and grants**

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

### **Proceeds from borrowing**

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

### **Undrawn external assistance**

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

- **Other receipts**

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

## **b) Recognition of payments**

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

- **Compensation of employees**

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

- **Use of goods and services**

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

- **Interest on borrowing**

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

**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

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

• **Acquisition of fixed assets**

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

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

**c) In-kind donations**

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

**d) Cash and cash equivalents**

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

**Restriction on cash**

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

**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**e) Accounts receivable**

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

**f) Contingent Liabilities**

A contingent liability is:

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

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

The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. **Annex 4** of this financial statement is a register of the contingent liabilities in the year.

Section 89 (2) (i) of the PFM Act requires the National Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans

**g) Contingent Assets**

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

**h) Pending bills**

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

**i) Budget**

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

A high-level assessment of the Project's actual performance against the comparable budget for the financial year/period under review has been included in an annex to these financial statements.

**j) Third party payments**

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

During the year no loan disbursements were received in form of direct payments from third parties.

**k) Exchange rate differences**

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

**l) Comparative figures**

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

**m) Subsequent events**

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2020.

**n) Errors**

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

*Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020*

**NOTES THE FINANCIAL STATEMENTS**

**10.3 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS**

During the 12 months to 30 June 2020 we received grants from donors as detailed in the table below:

Name of Donor	Date Received	Amount Received in Donor Currency	Grants Received in Cash	Grants Received as Direct Payment *	Grants Received in kind	Total Amount in Kshs	
						Cumulative period	Comparative Cumulative period
			Kshs	Kshs	Kshs	Kshs	Kshs
<b>Grants Received from Bilateral Donors</b>							
Government of Italy	15 <sup>th</sup> July 2019	-	31,000,000	-	-	31,000,000	-
<b>Total</b>		-	<b>31,000,000</b>	-	-	<b>31,000,000</b>	-

**10.4 MISCELLANEOUS RECEIPTS**

	2019/20			2018/19	Cumulative to-date
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total Receipts		(from inception)
	KShs	KShs	KShs		
Interest Earned	3,400,716	-	3,400,716	2,687,517	61,615,169
Other receipts not classified elsewhere		-	-	-	
		=	<u>3,400,716</u>	<u>2,687,517</u>	<u>61,615,169</u>

*Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10.5 PURCHASE OF GOODS AND SERVICES

	2019/20			2018/19	Cumulative to- date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments		
	Kshs	KShs	KShs	KShs	KShs
Utilities, supplies and services	1,625,990	-	1,625,990		14,360,441
Domestic travel and subsistence	3,999,200	-	3,999,200	5,643,064	47,491,983
Printing, advertising and – information supplies & services		-		1,989,600	9,702,030
Foreign Travel &Substence					3,782,055
Communication supply and services					619,800
Insurance costs	172,272	-	172,272	235,200	33,502,704
Hospitality supplies and services	530,000	-	530,000	1,542,400	8,459,954
Oils andlubricants		-			
Other operating payments	1,442,273	-	1,442,273	1,326,375	15,587,972
Routine maintenance – vehicles and other transport equipment	1,115,224	-	1,115,224	406,923	7,440,020
<b>Total</b>	<b>8,884,959</b>	<b>=</b>	<b>8,884,959</b>	<b>11,143,562</b>	<b>108,903,119</b>

*Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**10.6 OTHER GRANTS AND TRANSFERS AND PAYMENTS**

	2019/20			2018/19	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments		
	KShs	KShs	KShs	KShs	KShs
Transfers to lower levels of government (Water Works Development Agencies)	6,237,004		6,237,004	18,063,596	2,948,192,673
<b>Total</b>	<b>6,237,004</b>		<b>6,237,004</b>	<b>18,063,596</b>	<b>2,948,192,673</b>

We have confirmed that the beneficiary institutions have received the funds and have recorded these as inter-entity receipts. We have attached these duly signed confirmations as an Appendix to the financial statements

**10.7 CASH AND CASH EQUIVALENT CARRIED FORWARD**

	2019/20	2018/19
	KShs	KShs
Bank accounts (Note 9.7A)	107,048,577	87,769,834
<b>Total</b>	<b>107,048,577</b>	<b>87,769,834</b>

The project has one project account and it does not have a designated account.

*Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10.7(A) BANK ACCOUNTS

	2019/20	2018/19
	KShs	KShs
<b>Local Currency Accounts</b>		
NCBA Bank [A/c N0,121000009360]	107,048,577	87,769,824
<b>Total bank account balances</b>	<b>107,048,577</b>	<b>87,769,824</b>

10.8 OUTSTANDING IMPRESTS AND ADVANCES

<i>Name of Officer or Institution</i>	<i>Amount Taken</i>	<i>Due Date of Surrender</i>	<i>Amount Surrendered</i>	<i>Balance 2020</i>	<i>Balance 2019</i>
MOEW&NR	12,991,890		-	12,991,890	12,991,890
<b>Total</b>	<b><u>12,991,890</u></b>			<b>12,991,890</b>	<b>12,991,890</b>

*Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**


**10.9 FUND BALANCE BROUGHT FORWARD**

	<b>2019/20</b>	<b>2018/19</b>
	<b>KShs</b>	<b>KShs</b>
Bank accounts	87,769,843	114,285,802
Outstanding imprest and advances	12,991,890	12,991,890
<b>Total</b>	<b>100,761,733</b>	<b>127,277,692</b>


*Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020*

**11. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S RECOMMENDATIONS**


Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Long Outstanding Advance	The ministry committed to refund the funds so they can be used to meet the project objective.	Accountant / HAU	Not Resolved	

  
Principal Secretary  
Joseph W. Irungu CBS

Date 18/12/2020

  
Project Coordinator  
Eng. Fidelis Kyengo

Date 18/12/2020

  
Project Accountant  
Wycliffe Ojukwu A.O  
ICPAK NO:10172  
Date 18/12/2020

***Kenya Italy Debt For Development Programme  
Reports and Financial Statements  
For the financial period ended 30<sup>th</sup> June 2020***

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**APPENDICES**

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations



14<sup>th</sup> October 2020

Ministry of Water & Sanitation and Irrigation,  
Maji House, Ngong Road,  
P.O Box 49720-00100,

Nairobi Kenya

**RE: BALANCES CONFIRMATION -KENYA-ITALY DEBT DEVELOPMENT PROGRAMME**

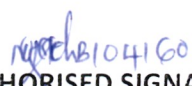
We refer to your letter dated 14<sup>th</sup> October 2020, requesting us to provide you with balances of the account below as at 30<sup>th</sup> June 2020 and respond as follows;

ACCOUNT NO.	CURRENCY	BALANCES
1000009063	KES	107,048,576.39 CR

Kindly note that this information is furnished in strict confidence and without responsibility on the part of the bank or any of its officers; and also, that our name is not to be disclosed as the source of information

Yours faithfully,  
NCBA BANK PLC LTD

  
AUTHORISED SIGNATORY

  
AUTHORISED SIGNATORY

**NCBA Centre**  
Mara and Ragati Road, Upper Hill  
P. O. Box 44599-00100, Nairobi, Kenya  
Tel: +254 20 2884444  
Mobile: +254 711 056444/+254 732 156444  
Email: contact@ncbagroup.com

**KIDDP**

**JUNE 2020 BANK RECONCILIATION STATEMENT**

	SHS	CTS	SHS	CTS
<b>Balance as per Bank Statement</b>			107,048,576	35
<b>LESS:</b> -payments in cashbook not in Bank statement ; 1.Elton Designs Limited CHQ NO.001424  2. Framel Solutions CHQ NO. 001425				
-Receipts in Bank Statement not in Cashbook	NIL			
<b>ADD:</b> -Payments in Bank statement not in cash book				
-Receipts in cash book not in Bank statement				
<b>Balance as per the cashbook</b>			<u>107,048,576</u>	<u>35</u>

Prepared by: Virginia Waweru

Signature tw

Accountant .



**STATEMENT OF ACCOUNT**

Branch NIC HOUSE  
 Account 1000009063  
 Account Currency KES  
 Account Type CURRENT AC - INSTITUTIONAL BANKING  
 Stmt No. 0001

STATEMENT PERIOD 01 Jun 2020 TO 30 Jun 2020

KENYA-ITALY DEBT DEVELOPMENT  
 P.O.BOX 49720  
 MAJI HOUSE, NGONG ROAD.  
 Nairobi  
 00100

Opening Balance 108,031,845.68  
 Total Credits 264,334.95  
 Total Debits -1,247,604.24  
 Actual Balance 107,048,576.39

Date	Value Date	Transaction Details	Cheque #	Debit	Credit	Balance
01-Jun-20		BALANCE B/F				108,031,845.68
04-Jun-20	04-Jun-20	Cash Withdrawal	1480	-99,686.00		107,932,159.68
08-Jun-20	08-Jun-20	Inward Cheque - 001481	001481	-30,000.00		107,902,159.68
17-Jun-20	17-Jun-20	Cash Withdrawal	1483	-357,600.00		107,544,559.68
17-Jun-20	17-Jun-20	Cheque Debit - 1482	1482	-434,700.00		107,109,859.68
17-Jun-20	17-Jun-20	Charges - FACILITATION OF OFFICIAL DUTIES		-600.00		107,109,259.68
17-Jun-20	17-Jun-20	Charges - FACILITATION OF OFFICIAL DUTIES TO		-600.00		107,108,659.68
17-Jun-20	17-Jun-20	Charges - FACILITATION OF OFFICIAL DUTIES TO		-600.00		107,108,059.68
17-Jun-20	17-Jun-20	Charges - FACILITATION OF OFFICIAL DUTIES TO		-600.00		107,107,459.68
25-Jun-20	25-Jun-20	Cheque Debit - 1485	1485	-50,000.00		107,057,459.68
25-Jun-20	25-Jun-20	Cash Withdrawal	1479	-99,868.00		106,957,591.68
25-Jun-20	25-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,956,991.68
25-Jun-20	25-Jun-20	Charges - FACILITATION OF OFFICIAL		-600.00		106,956,391.68
26-Jun-20	26-Jun-20	Inward Cheque - 001484	001484	-14,500.00		106,941,891.68
26-Jun-20	26-Jun-20	Cheque Debit - 1486	1486	-112,000.00		106,829,891.68
26-Jun-20	26-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,829,291.68
26-Jun-20	26-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,828,691.68
26-Jun-20	26-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,828,091.68
26-Jun-20	26-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,827,491.68
26-Jun-20	26-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,826,891.68
26-Jun-20	26-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,826,291.68
26-Jun-20	26-Jun-20	Charges - TRANSFER KENYA-ITALY DEBT		-600.00		106,825,691.68
30-Jun-20	30-Jun-20	Excise Duty		-300.00		106,825,391.68
30-Jun-20	30-Jun-20	Access Fee		-1,500.00		106,823,891.68
30-Jun-20	01-Jul-20	Credit Interest			264,334.95	107,088,226.63
30-Jun-20	01-Jul-20	Tax Amount Due		-39,650.24		107,048,576.39
30-Jun-20		BALANCE C/F				107,048,576.39

Dear customer, in the interest of maintaining the health and safety of our customers during the COVID-19 pandemic, we urge you to reduce cash transactions and enjoy fast, easy, convenient and safe transaction options through our online banking platform, mobile banking and cards. #StayHomeStaySafe. For any queries please contact our customer service +254202884444 or 0711056444 or 0732156444

**KIDDP**

**JUNE 2020 BANK RECONCILIATION STATEMENT**

	SHS	CTS	SHS	CTS
<b>Balance as per Bank Statement</b>			<b>107,048,576</b>	<b>35</b>
<b>LESS: -payments in cashbook not in Bank statement ;</b> 1. Elton Designs Limited CHQ NO.001424  2. Framel Solutions CHQ NO. 001425				
-Receipts in Bank Statement not in Cashbook	<b>NIL</b>			
<b>ADD: -Payments in Bank statement not in cash book</b>				
-Receipts in cash book not in Bank statement				
<b>Balance as per the cashbook</b>			<b><u>107,048,576</u></b>	<b><u>35</u></b>

Prepared by: \_\_\_\_\_

Signature \_\_\_\_\_

Accountant .

Maji Plaza, Prisons Road, off Eldama  
Ravine Highway, Nakuru Town.  
Website: [www.rvwvda.go.ke](http://www.rvwvda.go.ke)



P.O. Box 2451 - 20100, Nakuru  
Tel: +254 718313557  
Email: [info@rvvwda.go.ke](mailto:info@rvvwda.go.ke)

Dependable Water and Sanitation  
Infrastructure

ISO 9001:2008 CERTIFIED

CENTRAL RIFT VALLEY WATER WORKS DEVELOPMENT AGENCY

Ref: CRVWDA/GM-CS/FIN/GEN/Vol.2/68

Date: 18<sup>th</sup> September, 2020

The Principal Secretary  
Ministry of Water, Sanitation and Irrigation,  
P.O. Box 49720-00100,  
NAIROBI.

*Plgmy*

Attn: **Eng. Kyengo.**

Dear

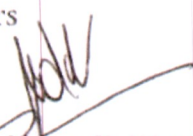
**RE: CONFIRMATION OF FUNDS RECEIVED FOR KENYA /ITALY FY 2019/2020**

Central Rift Valley Water Works Development Agency received funding from Kenya/Italy (KIDDP) and the funds were committed for the construction of Pusol Water Supply Project in West Pokot.

During **FY 2019/2020** we received a total of **Ksh 6,237,004** on **16<sup>th</sup> March, 2020.**

Thanks in advance for your continued support.

Yours

  
**Eng. Hosea K. Wendot**  
**Chief Executive Officer**