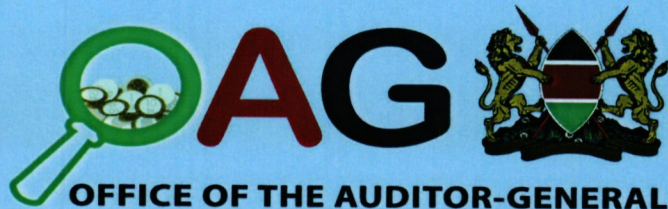


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

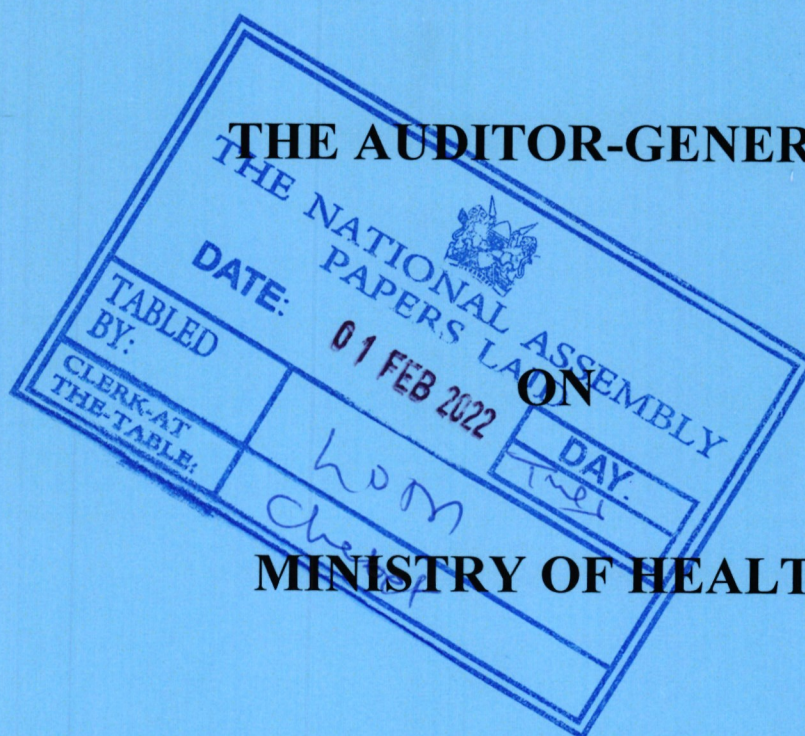
Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

REPORT

OF

THE AUDITOR-GENERAL



MINISTRY OF HEALTH

FOR THE YEAR ENDED
30 JUNE, 2021



MINISTRY OF HEALTH

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2021

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

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Table of Contents	Page
FORWARD BY THE CABINET SECRETARY	viii
INTRODUCTION	viii
Mandate	ix
Priority investment areas	ix
Changes in Policy/Strategy and Legal Frame Work	ix
Breakdown of MOH Actual Expenditure by Economic Classification, FY 2018/19 – 2020/21	xi
Key Achievements	xv
Significant achievements were realized during the period under review of 2018/19- 2020/21;	xv
Emerging issues related to the Ministry of Health	xviii
Implementing Challenges	xviii
Conclusion	xix
2. STATEMENT OF PERFORMANCE AGAINST MINISTRY'S PREDETRMINED OBJECTIVES	xx
3. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES	xxxv
4. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>MINISTRY OF HEALTH</i>	xxxvi
4. <i>REPORT OF THE INDEPENDENT AUDITORS ON THE MINISTRY OF HEALTH (continued)</i> xxxvii	
5. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 TH JUNE 2021	1
6. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 TH JUNE 2021	2
7. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 TH JUNE 2021	3
8. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED	4
9. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT	6
10. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT	8
11. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES	9
12. SIGNIFICANT ACCOUNTING POLICIES	10
13. NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2021	15
ANNEXES	37

1. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The Ministry of Health was formed in March 2014 by merging the former Ministry of Public Health and Sanitation and the Ministry of Medical Services. The Ministry is represented by the Cabinet Secretary for Health who is responsible for the general policy and strategic direction of the Ministry.

The vision of the Ministry is to have an efficient and cost-effective medical care system for a healthy Nation, while its mission is to promote and participate in provision of integrated and quality curative and rehabilitative services to all Kenyans with the overall goal of achieving Universal Health Coverage.

The mandate of the Ministry is to coordinate health policy, health regulation, National Referral Health Facilities, capacity building and provide technical assistance to the Counties. The Ministry was ISO 9001:2008 certified in the period under review.

The following are the key objectives of the ministry:

- 1) To reinforce and improve access to people-centered essential primary health services
- 2) To increase access and improve quality of health services at all levels
- 3) To institutionalize emergency preparedness and response, early recovery and resilience
- 4) To build and strengthen partnerships and sector coordination
- 5) To strengthen the health systems for effective delivery of health services
- 6) To advocate and mobilize for adequate financing for health at all levels

(b) Key Management

The Ministry's day-to-day management is under the following key organs:

- 1) Directorate of Preventive and Promotive Health
- 2) Directorate of Health Care Services
- 3) Directorate of Standards, Regulations and Quality Assurance
- 4) Directorate of Health Policy, Research, Monitoring and Evaluation
- 5) Directorate of Public Health
- 6) Directorate of Health Sector Coordination and Inter Governmental affairs
- 7) Directorate of Administrative Services

(c) Fiduciary Management

No.	Designation	Name
1.	Cabinet Secretary	Hon. Mutahi Kagwe, EGH
2.	Principal Secretary	Ms. Susan Mochache, CBS
3.	Ag. Director General, Health	Dr. Patrick Amoth
4.	Chief Finance Officer	Mr. Joseph K. Muraga
5.	Chief Economist	Stephen Macharia
6.	Deputy Accountant General	Ms. Peninah Njugunah
7.	Head of Procurement	Mr. David Ngugi

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Hon. Mutahi Kagwe, EGH
Cabinet Secretary, Health

Hon. Mutahi Kagwe is the Cabinet Secretary, Ministry of Health, and Prior to joining the Ministry was a former member of the Senate of the Republic of Kenya, as first Senator to represent the County of Nyeri. He previously served as Cabinet Minister for Information and Communications, and Member of Parliament for Mukurweini Constituency; Chairman of the Senate Standing Committee on Information and Technology; Member Senate Standing Committee on Education and Senate Standing Committee on Finance, Commerce and Budget. Other past positions also include Committee Member, The Commonwealth Parliamentary Association, Member, the parliamentary network of the World Bank and Chair, The Finance, Trade, Tourism and Planning Parliamentary Committee.

Hon. Mutahi Kagwe Holds a Bachelor of Commerce (Hons.) degree from the University of Nairobi and a master's in business administration from the United States International University. He was also awarded the Marshal trophy of excellence. He has 30 years' experience in various management positions including Group Executive Director, Managing Director, Commercial Operations Director for industry leaders in Kenyan media; has managed contractual relationships, the development of successful growth strategies and the effective oversight of commercial projects; and created dynamic marketing/brand strategies that catapulted profitability and effectively managed P&L on multimillion business lines. Companies served include

Trend Publishers, The Standard Group, Media House Limited and Tell-Em Public Relations (EA) Ltd.



Ms. Susan Mochache, CBS
Principal Secretary, Ministry of Health

Ms. Mochache is the Principal Secretary, Ministry of Health. Prior to joining MoH, Ms. Mochache was the immediate former Principal Secretary, Social Services & East Africa Affairs a position she held since December 2011. She previously served as Assistant Director, Universal Service Obligation and Funding at the Communication Authority of Kenya for over 10 years.



Dr. Patrick Amoth
Ag. Director General, Health

Dr. Patrick Amoth is the acting Director General for Health in the Ministry of Health, Kenya. A consultant obstetrician and gynecologist of immense repute, Patrick previously headed the Directorate of Public Health at the Ministry, where spearheaded strategy development for effective delivery of health services in all the 47 counties in Kenya and was centrally involved in the inception and alignment of Universal Health Coverage for the country. Dr. Amoth formerly headed the Department of Health Sector Coordination and Intergovernmental Affairs, an assignment that was preceded by his successful stint as a Chief Medical Specialist and Senior Deputy Director of Medical Services at Mama Lucy Kibaki Hospital Nairobi.

Dr. Amoth's has had expansive experience in civil service having risen from a Medical Officer at Kisumu's Provincial Hospital before becoming the Medical Superintendent in the former Kiambu District Hospital, now Kiambu County Referral Hospital. He also later served as the Director of Medical Services for Kiambu East and Kiambu West Districts, now Kiambu County. During his stint in Kiambu, Dr. Amoth is credited with having had excellent managerial skills as well as robust and successful fundraising for the hospital, initiating various programs, and revolutionizing infrastructural improvement of most hospitals. Dr. Patrick Amoth is a graduate of the University of Nairobi's Medical School and has a Masters in Obstetrics and Gynecology from the same

university. He also holds a Diploma in Health Systems management from Galilee College in Israel.



Chief Finance Officer

Mr. Joseph K. Muraga is the current Chief Finance Officer in MOH. He has an MA in Economics from UON and has worked as an Economist for 10 years as well as a Finance Officer for 15 years.



Deputy Accountant General

Mrs. Peninah W. Njugunah is the Head of Accounting Unit in the Ministry of Health. She has an MBA in Finance from the UON, BA (Economics) from Moi University as well as CPA (K). She has over 15 years' experience in the public service.



(d) Fiduciary Oversight Arrangements

The Ministry of health has the following key fiduciary committees that are responsible for the day to day activities at the Ministry.

Audit and finance committee oversees the activities and financial or audit matters in the ministry

Budget Execution Committee helps in monitoring and implementation of the budget.

(e) Entity Headquarters

P.O. Box 30016-01000
Afya House Cathedral Road
Nairobi, Kenya

(f) Entity Contacts

Telephone: (254) 020-2717077
E-mail: ps@health.go.ke
Website: www.health.go.ke

(g) Entity Bankers

Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000-00200
Nairobi, Kenya.

(h) Independent Auditor

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

(i) Principal Legal Adviser

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112-00200
Nairobi, Kenya.

FORWARD BY THE CABINET SECRETARY

INTRODUCTION

The Health Sector is responsible for the provision and coordination of the health policy formulation, ensuring quality of service delivery and regulation and control of health care. The responsibility should be guided by the understanding that good health ensures a robust population able to contribute to productivity, and overall economic development thus contributing directly to the achievement of the national poverty reduction as outlined in the Sessional Paper No. 10 of 2012 of Kenya Vision 2030.

Vision

“An efficient and cost-effective medical care system for a healthy Nation”

Mission

“Promote and participate in Provision of integrated and quality curative and rehabilitative services to all Kenyans”, with the overall goal of achieving Universal Health Coverage.

The Vision and Mission of the Ministry translates to the following strategic objectives.

- a) **Eliminate communicable conditions:** The Health sector will achieve this by reducing burden of communicable diseases, till they are not of major public health concern.
- b) **Halt, and reverse the rising burden of non-communicable conditions** by setting clear strategies for implementation to address all the identified non-communicable conditions in the country.
- c) **Reduce the burden of violence and injuries.** Through directly putting in place strategies that address each of the causes of injuries and violence at the time.
- d) **Provide essential health care** that are affordable, equitable, accessible and responsive to client needs.
- e) **Minimize exposure to health risk factors** by strengthening the health promoting interventions, which address risk factors to health, plus facilitating use of products and services that lead to healthy behaviours in the population.
- f) **Strengthen collaboration with private and other sectors that have an impact on health.** The health sector will achieve this by adopting a ‘Health in all Policies’ approach, which ensures it interacts with and influences design implementation and monitoring processes in all health-related sector actions.

There are thirteen Semi-Autonomous Agencies (SAGAs) under the Ministry of Health which complement it in discharging its core functions through specialized health services delivery, medical research and training; procurement and distribution of drugs; and financing through health insurance. These SAGAs are the Kenyatta National Hospital, Moi Teaching and Referral Hospital; National Aids Control Council; Kenya Medical Research Institute; Kenya Medical Training College, Kenya Medical Supplies Authority and National Hospital Insurance Fund. There are also eight statutory organizations mainly involved in regulation of health care services in the country, definition of professional standards; establishment of codes of conduct and licensing of facilities, training institutions and professional health workers.

Mandate

Schedule 4 of the Constitution assigns the National Government the following functions:

1. Health Policy;
2. National referral health facilities;
3. Capacity building and technical assistance to counties.

Priority investment areas

In order for the sector to realize the above mandate, the Ministry focused on the following priority areas for investment:

- a) Scaling up Universal Health Coverage (UHC) initiatives including free Maternity Health services, Subsidies for the poor and vulnerable groups and reducing out of pocket/catastrophic health expenditures.
- b) Improving reproductive, maternal, neonatal, child and adolescent Health (RMNCAH) through increased immunization, improved nutrition, increased access to family planning services and improved quality of health services.
- c) Installation and commissioning of specialized medical equipment in 94 hospitals (2 per county) and the four (4) national referral hospitals on a Managed Equipment Service (M.E.S) contract framework that will give emphasis to Critical and Specialized care equipment e.g. Renal, Cancer and Diagnostics.
- d) Increase access to national referral health facilities and specialised services through increased investment in Human resource for health and medical equipment.
- e) Building capacity on preventive, promotive and palliative care for Non-Communicable Diseases.
- f) Reducing morbidity and mortality from Malaria, HIV/AIDs, Tuberculosis and Non-Communicable Diseases
- g) Strengthening health research for improved quality of healthcare
- h) Increased quality of health services through availability of norms and standards, and enhanced regulations.
- i) Building capacity in human resources for health.

The above measures are meant not only to enhance the health service delivery at hospital level, but also the primary health facilities, health promotion and prevention. The Ministry is also promoting public private partnership (PPP) and other innovative financing mechanisms in order to mobilize additional financial resources and expertise for health.

Changes in Policy/Strategy and Legal Frame Work

Amendment of the Health Act, 2017 to enable the realization of the rights to health as provided for the Constitution of Kenya and to provide uniformity in respect of health services across the nation – implementation of which is underway;

As shown in the table below, the approved estimates for national Ministry of Health were at KSh 120.9 billion in 2020/21 which represented a 43 percent increase from KSh 85.1 billion in

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

2018/19. The actual expenditures were at KSh 74.5 billion, KSh 108.5 billion and KSh 93 billion for FY 2018/19, FY 2019/20 and FY 2020/21 respectively. This is shown in table below.

Table: Analysis of MOH Budgetary Trends 2018/19– 2020/21

VOTE Economic Classification	By	Approved Estimates (KSh) Million			Actual Expenditures (KSh) Million		
		2018/19	2019/20	2020/21	2018/19	2019/20	2020/21
Total Recurrent		53,199	76,097	68,034	48,753	71,221	58,055
% of Total		62%	64%	56%	65%	66%	61%
Total Development		31,944	43,198	52,865	25,781	37,285	34,913
% of Total		38%	36%	44%	35%	34%	39%
Total Expenditure		85,143	119,295	120,898	74,534	108,505	92,999

Table 4.2: Analysis of recurrent approved budget vs actual expenditure amount in KSh Million

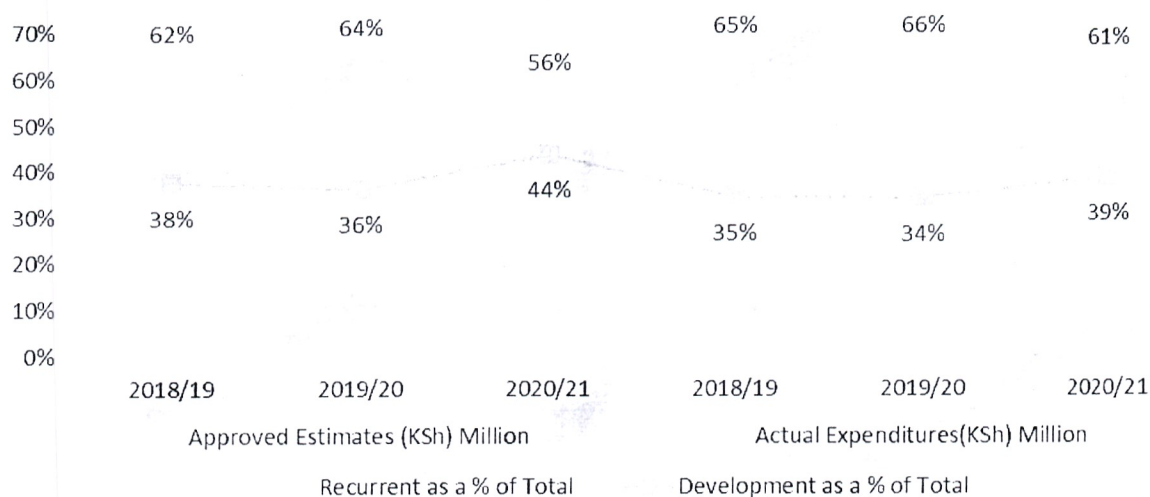
Budget Category	Approved budget allocations			Actual expenditure		
	2018/19	2019/20	2020/21	2018/19	2019/20	2020/21
Gross	53,199	76,097	68,034	48,753	71,221	66,203
AIA	11,465	14,971	16,233	9,708	13,417	53,650
NET	41,734	61,125	51,801	39,045	57,803	58,085
Compensation to Employees	7,096	8,904	13,265	7,137	8,092	13,325
Transfers	32,789	44,964	43,239	31,031	40,423	43,006
Other Recurrent	13,314	22,229	11,531	10,585	22,706	1753

Table 4.3: Analysis of Development approved budget vs actual expenditure amount in KSh Million

Category	Approved budget allocations			Actual expenditure		
	2018/19	2019/20	2020/21	2018/19	2019/20	2020/21
Gross	31,943	43,197	52,865	25,782	36,092	41,699
GOK	16,973	26,892	32,007	15,527	25,545	28,992
Loans	5,876	10,773	10,656	3,142	6,844	7,585
Grants	9,094	5,532	10,202	7,113	3,703	5,122
Local AIA	-	-	-	-	-	-
Other Development						

Analysis of the breakdown of recurrent and development budgetary allocations and actual expenditures for the Ministry of health shows that the recurrent vote had been allocated 62 percent, 64 percent and 56 percent of the sector resources in FY 2018/19, FY 2019/20 and FY 2020/21 respectively. The Figure below shows the breakdown of recurrent and development expenditures for the period between 2019/20 and 2020/21.

Breakdown of Recurrent versus Development for FY 2018/19- 2020/21



Breakdown of Recurrent versus Development for FY 2018/19 – 2020/21

Breakdown of MOH Actual Expenditure by Economic Classification, FY 2018/19 – 2020/21

Economic classification¹ distinguishes between various categories of current and capital expenditure in nature. The main categories in the economic classification of recurrent and development expenditure includes:

- **Compensation to employees** - (salaries and personnel emoluments);
- **Use of goods and services** - including general administrative expenses and purchases of other goods and services which are not of a capital nature including drugs and medical consumables;
- **Grants, Transfers and Subsidies** - within this, grants to County referral hospitals, Health Centers and Dispensaries are included;
- **Acquisition of Non-financial Assets** – this comprises expenditure on construction, the purchase of equipment and other physical assets.
- **Social benefits** - Current transfers received by households intended to provide for the needs that arise from certain events or circumstances, for example, sickness, unemployment, retirement, housing, education, or family circumstances. They are transfers made (in cash or in kind) to persons or families to lighten the financial burden of protection from various risks.

Analysis of expenditures by Economic classification indicates transfers to government agencies and other levels of government (conditional grants) consumed the largest share of funds in FY 2020/21 followed by compensation to employees.

¹ Classification of the Functions of Government (COFOG) classifies government expenditure data from the *System of National Accounts* by the purpose for which the funds are used

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

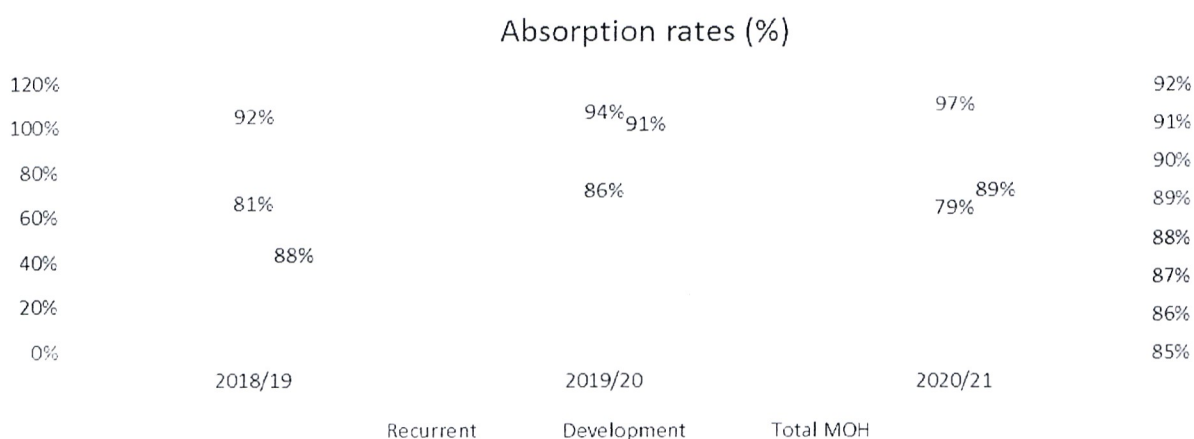
Breakdown of MOH Actual Expenditure by Economic Classification, FY 2018/19-2020/21

Expenditure Classification	Approved Estimates (KSh) Million			Actual Expenditures (KSh) Million		
	2018/19	2019/20	2020/21	2018/19	2019/20	2020/21
Current Expenditure						
Compensation to Employees	7,096	8,904	13,265	7,137	8,092	13,325
Use of Goods and Services	2,130	2,051	1,851	2,130	1,671	1,560
Subsidies	10,968	20,038	-	8,254	20,901	-
Current transfers to Govt Agencies	32,789	44,964	52,840	31,031	40,423	43,007
Social Benefits	100	100	-	100	100	-
Other Expense	48	-	-	44	-	-
Non-financial Assets	68	40	79	57	34	47
Total Current Expenditure	53,199	76,097	68,034	48,753	71,221	88,085
Capital Expenditure						
Use of Goods and Services	12,758	7,409	12,404	11,568	8,461	8,657
Subsidies	-	-	-	-	-	-
Capital transfers to Govt Agencies	17,789	33,872	38,182	13,047	27,552	23,939
Non-financial Assets	1,397	1,917	2,279	1,166	1,272	839
Total Capital Expenditure	31,944	43,198	52,865	25,781	34,913	41,699
Total Expenditure for the health vote	85,143	119,295	120,898	74,534	108,505	92,999

MOH Budget Execution by Vote, FY 2018/19 – 2020/21

Figure below shows analysis of budget execution by the Ministry of health for financial year 2018/19 to 2020/21. Overall, budget execution levels for the ministry of health were at 88 percent, 91 percent, and 89 percent respectively for the FY 2018/19, FY 2019/20 and FY 2020/21 respectively.

Budget Execution by Vote, FY 2018/19– 2020/21



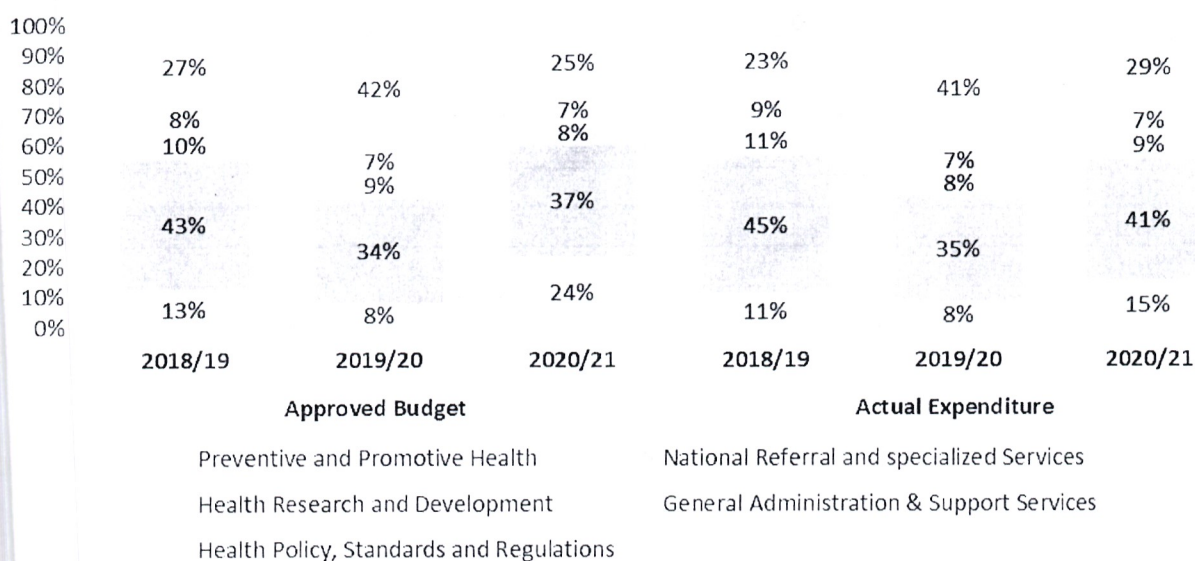
The table below shows spending for the FY 2018/19 to 2020/21 by programmes. In 2020/21, National Referral and specialized Services programme was allocated 37 percent of all resources, followed by Health Policy, Standards and Regulations Programme at 25 percent. The other three programmes were allocated a cumulative of 38 percent of all the resources. A breakdown of spending by programmes is provided in the table that follows.

Expenditure Analysis by Programmes for FY 2018/19– 2020/21

Programme (s)	Approved Budget			Actual Expenditure		
	2018/19	2019/20	2020/21	2018/19	2019/20	2020/21
Programme 1: Preventive and Promotive Health	10,943	9,780	28,505	8,249	9,078	15,995
<i>As a % of Total</i>	<i>13%</i>	<i>8%</i>	<i>24%</i>	<i>11%</i>	<i>8%</i>	<i>15%</i>
Programme 2: National Referral and specialized Services	36,464	41,060	44,705	33,878	38,091	38,734
<i>As a % of Total</i>	<i>43%</i>	<i>34%</i>	<i>37%</i>	<i>45%</i>	<i>35%</i>	<i>41%</i>
Programme 3: Health Research and Development	8,243	10,570	9,774	8,141	8,814	6,434
<i>As a % of Total</i>	<i>10%</i>	<i>9%</i>	<i>8%</i>	<i>11%</i>	<i>8%</i>	<i>9%</i>
Programme 4: General Administration & Support Services	6,696	8,213	7,983	6,762	7,622	7,856
<i>As a % of Total</i>	<i>8%</i>	<i>7%</i>	<i>7%</i>	<i>9%</i>	<i>7%</i>	<i>7%</i>
Programme 5: Health Policy, Standards and Regulations	22,797	49,671	29,932	17,504	44,900	23,979
<i>As a % of Total</i>	<i>27%</i>	<i>42%</i>	<i>25%</i>	<i>23%</i>	<i>41%</i>	<i>29%</i>
Total Expenditure for MOH	85,143	119,295	120,898	74,534	108,505	92,999

Breakdown of MOH Budget by Programmes, FY 2018/19– 2020/21

Breakdown of MOH Budget by Programmes



MOH Budget Execution by Programmes, 2018/19– 2020/21

Figure below shows analysis of budget execution by the Ministry of health for financial year 2018/19 to 2020/21 by programmes.

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Figure: MOH Budget Execution by Programmes, FY 2018/19- 2020/21

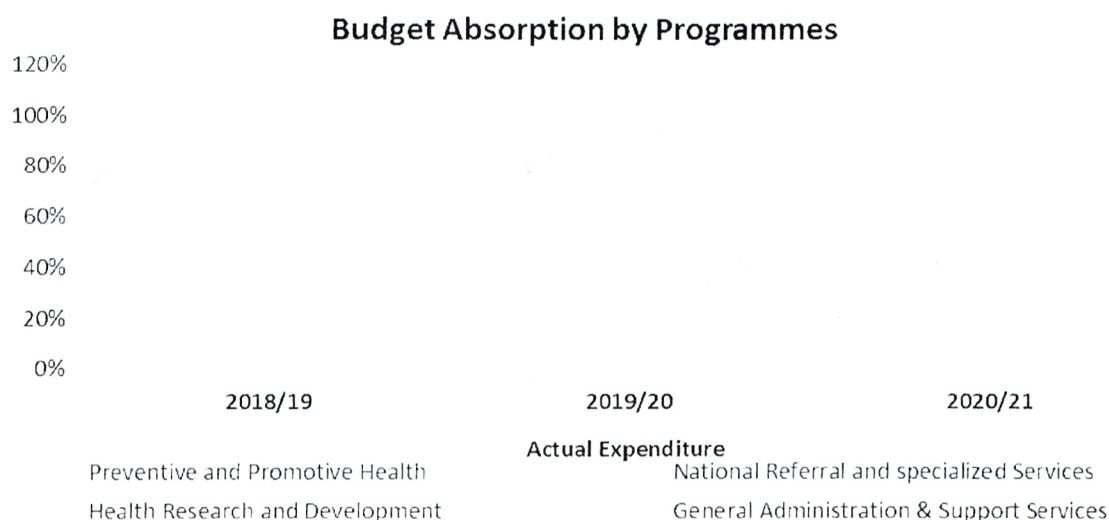


Table 1: Analysis of MOH Budget 2020/21

VOTE By Economic Classification	Approved Estimates (KSh) Million	Actual Expenditures (KSh) Million
	2020/21	2020/21
Total Recurrent	68,034	58,085
% of Total	56%	61%
Total Development	52,865	34,913
% of Total	44%	39%
Total Expenditure	120,898	92,999

Table 2: Analysis of recurrent approved budget vs actual expenditure amount in KSh

	Approved budget allocations	Actual expenditure
Budget Category	2020/21	2020/21
Gross	68,034	66,203
AIA	16,233	8,186
NET	51,801	50,053
Compensation to Employees	13,265	13,325
Transfers	43,239	43,006
Other Recurrent	11,531	1,753

Table 3: Analysis of Development approved budget vs actual expenditure amount in KSh Million

	Approved budget allocations	Actual expenditure
Category	2020/21	2020/21
Gross	52,865	41,699
GOK	32,007	32,288
Loans	10,656	2,946
Grants	10,202	300
Local AIA	-	-
Other Development	-	-

Key Achievements

The Health Sector has the mandate of implementing the Universal Health Coverage (UHC) in collaboration with counties, coordinating health policy and regulation, management of the national referral health facilities, Capacity building and technical support to the counties. There are five (5) key programmes in the Health Sector as follows:

1. Preventive, Promotive & RMNCAH;
2. National Referral & Specialized Services;
3. Health Research and Development;
4. General Administration, Planning and Support Services;
5. Health Policy, Standards and Regulations

The Ministry has thirteen (13) Semi-Autonomous Government Agencies (SAGAs) namely, Kenyatta National Hospital (KNH), Moi Teaching and Referral Hospital (MTRH), Kenyatta University Teaching Research and Referral Hospital (KUTRRH), Kenya Medical Research Institute (KEMRI), Kenya Medical Supplies Authority (KEMSA), Kenya Medical Training College (KEMTC), National Health Insurance Fund (NHIF), National Aids Control Council (NACC), National Cancer Institute of Kenya (NCI-Kenya), Medical Practitioners and Dentist Council (KMPDC), The Mathari National Teaching & Referral Hospital (MNTRH), Nursing Council of Kenya (NCK) and Kenya Nuclear Regulatory Authority (KNRA). The Kenya Health Human Resource Advisory Council (KHHRAC) and the Kenya Health Professions Oversight Authority (KHPOA) are in the final process of being considered as SAGAs.

Significant achievements were realized during the period under review of 2018/19- 2020/21; Under Preventive, Promotive and RMNCAH, the major interventions were aimed at controlling, eliminating, and eradicating communicable conditions. The HIV and AIDS prevalence reduced from 4.8% in 2019/20 to 4.5% in 2020/21, with the number of people on antiretroviral therapy (ART) increasing from 1,116,260 in 2018/19 to 1,253,423 in 2020/21 and a reduced number of new HIV infections from 77,648 to 52,767 in 2018 and 2020 respectively. Regarding TB, there was a marked increase in the proportion of successfully treated drug resistant TB cases from 68% to 79% in 2018/19 and 2020/21 respectively. In the efforts towards Malaria elimination, the incidence of Malaria per thousand population dropped from 86.2 in 2018/19 to 78.8 in 2020/21. Malaria prevalence stands at 5.6% 2020.

The sector through 'Linda Mama' programme and other health interventions relating to reproductive health, resulted in improved skilled birth attendance from 67% in 2018/19 to 78.3% in 2020/21. Access to modern methods of family planning stands at 43% in 2020/21. The proportion of health facilities offering immunization services increased from 60% to over 90% in 2019/20 to 2020/21, resulting in. There was increased immunization coverage from 81% to 84% in 2018/19 and 2020/21 respectively. Regarding COVID-19 prevention and management, the Ministry began vaccinating against COVID-19 in March 2021, achieving a coverage of fully vaccinated adults of 2.7% by the end of the financial year. The diagnostic capacity for COVID-19 has been maintained at 38 public and private laboratories in 12 counties with 523,998 samples tested in the FY 2020/21. A total of 7,411 isolation beds and 319 ICU beds across the 47 counties.

National Referral and Specialized Services has seen growth in health infrastructure and use of modern technologies. Kenyatta National Hospital has conducted several specialized surgeries including reattachment of a severely chaffed hand and specialized minimally invasive surgeries including heart surgeries. Expansion of the critical care unit from 79 beds to 82 beds, that saw an

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

increase in patients admitted from 4,139 in 2018/19 to 5,278 in 2020/21. KNH has also established a tissue typing laboratory reducing the need to send samples to South Africa for tissue typing. KNH-Othaya has also installed a bulk oxygen plant with a capacity of 3000 liters, which offered oxygen to an average of 35 people per day.

Moi Teaching and Referral Hospital (MTRH) continued to provide Specialized and Excellent Quality Health Care in the region through installation and operationalization of Linear Accelerator and Brachytherapy Equipment, Pressure Swing Adsorption Plant (PSA)/Oxygen generating Plant (OGP) producing 2,000 Litres Per Minute. In addition, 31 Bed Capacity COVID-19 Isolation Facilities and 32 Intensive Care Units were commissioned. On specialized healthcare services 9 Corneal Transplants, 2,083 Hemodialysis for Children, 8 Kidney Transplants, 8 Open Heart Surgeries and 1,839 minimally invasive surgeries were conducted. Further, there was introduction of a 24-hour trauma theater that reduced the average length of stay for trauma patients to 12 days.

Kenyatta University Teaching Referral and Research Hospital (KUTRRH) procured highly specialized surgical equipment that has ensured faster recovery of patients with minimal scarring. A comprehensive cancer care center was established, with 180 patients seen daily in the outpatient unit, 70 patients received radiotherapy and 30 received chemotherapy. Dialysis sessions conducted were 6,037 in the FY 2020/21. A solar water system was installed in Gatundu which provides the patients with hot water showers.

Mathari teaching and referral hospital has renovated four wards and the kitchen, and constructed a waiting bay in the psychiatry outpatient, to enhance the quality of care to the patients. The National Spinal Injury Referral Hospital procured specialized physiotherapy equipment and introduced CT scan services, thus improving the quality of care and reducing the need for referral out of patients.

During the period under review a total of seven blood transfusion satellites were set up in Vihiga, Wajir, Migori, Homabay, Makueni, Kwale and Kajiado. The number of blood units collected stands at 178,249 blood units in FY 2020/21. Additionally, there was acquisition of specialised blood component preparation equipment that were placed in satellites across 9 counties.

Under infrastructure, the equipment under the managed equipment services provided more reliable and uninterrupted health services with all equipment meeting the minimum contractual uptime of more than 95%. Kenyatta National Hospital and Moi Teaching & Referral Hospital served as centers of excellence in comprehensive cancer care (hubs) to support 11 regional cancer treatment centers. Construction of three (3) cancer treatment centers in Nakuru, Mombasa and Garissa commenced in the 2017/18 financial year.

Construction of the East Africa Centers of Excellence for Skills & Tertiary Education (EAKI) is ongoing which will have a service delivery complex for teaching, research and service delivery with 4 operating theatres, 18 ICU beds, 160 ward beds, laboratory, 45 dialysis units, lecture theatres and administration offices.

On Health Products and Technologies (HPT), Kenya Medical Supplies Authority (KEMSA) procured HPTs worth KShs. 35.84 billion of which KShs. 6.985 billion were procurement of KEMSA sales items and KShs. 28.499 billion being procurement of program items. They also got into MOUs with two medical organizations to reduce the cost of medical commodities for NCDs. Towards achievement of UHC, KEMSA procured HPTs worth 6.8 billion, and health facilities managed to draw down 97% of these commodities.

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

As part of increasing access to healthcare, the sector initiated several infrastructural capital projects, and equalization fund projects that are at different stages of implementation. Under Health Research and Development programme, KMTC introduced e-learning and developed seven curricular to address emerging and reemerging diseases like COVID-19 in certificate and diploma courses. The College collaborated with County Governments and National Government Constituency Development Fund (NGCDF), resulting in the increase of infrastructural development in the form of additional 160 classrooms, 10 Libraries and 4 vehicles in various campuses across the country. This increased student enrollment from 33,245 2018/2019 to 47,459 in 2020/2021. The College admitted 17,214 for FY 2020/2021 against a target of 12,692.

Under Research and Innovation, the Kenya Government has gradually increased funding to KEMRI, enabling the Institute to achieve its mandate, especially provision of research information and policy briefs to inform National Health matters. KEMRI continues to support National Government in implementation of Big Four and V2030 commitments. Specifically, KEMRI is at an advance stage of establishing a Center of Excellence for Stem Cell Research to develop technologies for tissue regeneration and skin replacement and formulations of indigenous technologies for manufacture of niche herbal remedies. KEMRI also spearheaded clinical trials and development of innovative locally produced rapid test kits. Key among them malaria (in support of Africa Leaders Malaria Alliance (ALMA)), HIV and Covid-19 PCR kit. The Institute also conducted 37% of all Countrywide COVID-19 diagnostic tests and performed whole Genom sequencing from samples from thirty-three (33) Counties to track emerging COVID-19 variants to inform policy on management and control. KEMRI also continues to support over 50% of the National Early Infant Diagnostic (EID) PCR HIV testing services in addition to surveillance of measles, polio and detection of hemorrhagic fevers for the Region.

Under the general administration, planning and support services, in terms of capacity building of MOH staff, 1,151 officers who included 248 Senior Management Course, 106 Strategic Leadership Development Program, 143 Supervisory Skills Development, 3 Record Management Course, 21 Secretarial Management, 68 Supervisory Management Skills and Transformative Leadership at Kenya School of Government in Matuga & 560 for Group trainings.

Under the health policy, standards, and regulations programme, we finalized the UHC policy that will guide in the long-term implementation of UHC. Salaries for the 8,299 UHC staff recruited in 2020/21 under the three-year contracts will continue to be paid. The essential benefits package was finalized for operationalization by NHIF. To ensure quality healthcare services, as a key pillar for UHC, 1,264 facilities were inspected with 78% of facilities meeting the basic patient safety and quality standards. To achieve UHC, the ministry collaborated with the Ministry of energy, roads, water, and ICT to increase access to power, roads, water, and internet connectivity at facility level. In the FY 2020/21, 134 facilities have been connected to roads, 20 facilities connected to internet, and 93 facilities connected to water.

On attainment of UHC we identified 1 million extremely poor Kenyans to be put on social insurance, while the elderly, orphans and people with disability continue to benefit from the health insurance. NHIF and KEMSA also underwent reforms to increase efficiency towards UHC. These reforms included biometric registration that has seen 2,937,269 Kenyans registered biometrically, digitization of services including company and member registration, and electronic claims processing.

Regarding COVID-19, we conducted three rapid health facility COVID-19 assessments that informed the status of infrastructure for COVID-19 management. Digitization of patient records

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

was initiated for better collection of data for decision making, for UHC with completion of the outpatient module within FY 2020/21.

The total approved estimates for the Ministry of Health for FY 2020/21 was KShs 121.7 Billion which represents 43 percent increase from KShs 85.1 Billion in 2018/19. Analysis by vote indicate that the recurrent vote had been allocated 62 percent, 64 percent and 56 percent of the sector resources in FY 2018/19, FY 2019/20 and FY 2020/21 respectively. The actual expenditure was at KShs 74.5 billion, KShs 108.5 billion and KShs 107.9 billion respectively for the years FY 2018/19, FY 2019/20 and FY 2020/21 respectively.

While implementing the various programmes and projects under the review period, the sector experienced challenges such as inadequate health infrastructure, donor funding reduction or cessation of funding of public health programmes and weak laws to support achievement of UHC through social health insurance among others.

Emerging issues related to the Ministry of Health

1. The increasing Challenge in management and coordination of the limited supply of specialized Health care providers to cover all the counties effectively to ensure fair access to relevant health services to all.
2. Strategic interventions require more financing from current allocation as the package keep increasing
3. The Ministry is currently installing the radiotherapy equipment that produces radioactive wastes. Therefore, there is need to complete the Radiation waste management plant which has financial implication.
4. More funding is required to cater for Personnel Emoluments for Health workers interns
5. Dealing with Emergencies has been a problem because the Ministry does not have budgetary provision for it.
6. There is inadequate allocation to the TB, HIV/AIDS, Malaria and Family planning programs

Implementing Challenges

The Ministry was constrained by several factors including:-

- a) Communicable diseases still continue to pose a threat to health as it contributes largely to morbidity and mortality
- b) There is an inadequate budgetary provision for the procurement and distribution of strategic commodities of public health importance from the exchequer, of which cause lack of financial capacity to operationalize the proposed new structures at the National and County levels.
- c) Rising incidence of non-communicable diseases, e.g diabetes, cancer and heart diseases
- d) Low physical access to services particularly in arid and semi-arid areas. There also exists obsolete health equipment in health facilities that require replacement with modern ones
- e) Due to rebasing of the country's economy to lower middle income, donor support has drastically reduced hence need for government to increase domestic health care financing.
- f) High cost of health care which further pushes poor households further into poverty

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

- g) Little provision of training funds to develop human resources in key health specialties to meet the health sector demands in the country
- h) Funding for health research remains donor-driven, fragmented and uncoordinated
- i) Limited coverage of the social health insurance by the National Hospital Insurance Fund within the informal sector.
- j) Physical access to services is a challenge particularly in arid and semi-arid districts while user fees continue to be an obstacle to poor population.
- k) Growing threat of Multi Drug Resistant TB
- l) High maternal mortality
- m) High growth in population (3%), which is unlikely to slow down in the near future. Will continue to strain existing resources.

Conclusion

While some gains have been achieved, Kenya has not been able to meet the MDG health targets. In order to sustain the achievements and meet the targets presented through the Sustainable Development Goals, funding of the sector will need to be scaled up. Increasing investments in health systems is particularly critical to support improvements in service delivery.

Finally, I wish to acknowledge the support of the Ministry of Finance (now the National Treasury) for providing funds for Recurrent and Development Expenditure, the Development Partners for supporting the infrastructural projects and other stakeholders in the health sector for their participation in the development of key ministry policy documents.

DR. MUTAHI KAGWE, E.G.H
CABINET SECRETARY

2. STATEMENT OF PERFORMANCE AGAINST MINISTRY'S PREDETERMINED OBJECTIVES

Introduction

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

The key development objectives of the Ministry's 2018-2022 plans are to:

- 1) To reinforce and improve access to people-centered essential primary health services
- 2) To increase access and improve quality of health services at all levels
- 3) To institutionalize emergency preparedness and response, early recovery and resilience
- 4) To build and strengthen partnerships and sector coordination
- 5) To strengthen the health systems for effective delivery of health services
- 6) To advocate and mobilize for adequate financing for health at all levels

Progress on attainment of Strategic development objectives

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

	Key Output	Key Performance Indicators	Target 2020/21	Actual Achievement 2020/21
Programme 1: Preventive, promotive and RMNCAH				
<i>Programme Outcome: Increased access to quality promotive and preventive health care</i>				
	human resource for strengthening disease surveillance and epidemic response trained	Number of FELTP residents (MSc Applied Epidemiology) sponsored by the GoK (Has been 100% financed by CDC)	7	3
	Eliminate Lymphatic filariasis a prevalence of 1%	No of people treated for LF	3.4	3.8m
	Eliminate Trachoma a prevalence of 5% of active trachoma		700,000	1.2m

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Capacity of laboratory network for referral services enhanced	No. of national reference laboratories and county reference laboratories able to conduct testing of at least 5 priority diseases	5	5
uptake of HIV and SRH services among adolescents and young people enhanced	Number of adolescents and young people reached with HIV prevention and SRH information through peer to peer approach	1,500,000	298,226
Uptake of HIV and wellness services by boys and men improved	Number of men reached with information on HIV prevention and SRH and UHC information	420,000	598,339
PLHIV networks improved to mobilize and promote health among peers	Number of PLHIV networks trained on UHC literacy and NCDs	30	0
Condoms distributed	Number of condom dispensers in non-health settings	300	545
	Number of condoms distributed in non-health settings	15,000,000	10,131,843
Communication strategy for implementation of UHC developed and disseminated to stakeholders	One (1) Communication strategy developed	1	1
	Number of counties reached with dissemination of the communication strategy	47	47
Mass media message/episodes targeting the general population developed and disseminated	Number of people reached with HIV prevention and UHC messages via different platforms.	20,000,000	8,300,000
Uptake of eMTCT, ANC and Pediatric HIV services enhanced in the communities	No of counties reached through Beyond Zero medical safaris clinics	10	2

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Domestic Resources Mobilized (DRM) for the HIV response from infrastructure projects	Number of Infrastructure projects implementing Health and HIV prevention Programmes (Road, Energy, Water and Irrigation, Housing)	50	30
	Domestic Resources Mobilized (DRM) for the HIV response from County governments'	Number of counties supported in Capacity development in Health and HIV resources allocation within the MTEF process	N/A	N/A
	Unit cost for HIV and Health programming analysed for Decision making	No. of Reports on Unit costing for Health and HIV Programming	N/A	N/A
	Situation Room with additional Health indicators Reengineered for UHC	Number of thematic modules introduced into the Situation Room	3	3
	Community Activity Program Reporting system (CAPR) developed and implemented	Number of organizations reporting through the CAPR system	1,625	1,619
	Mathematical modeling projects HIV and NCDs conducted	No of mathematical modeling projects conducted	2	2
	Different sectors and stakeholders engaged to promote HIV and UHC	Number of MDA s reporting on Maisha Certification system	287	236
	Access to ARV's improved	Number of people currently on ART	1,150,926	1,191,367
		Number of people tested for HIV	11,245,432	6,447,971
		Number of HIV positives identified	171,832	157,897
		Percentage of HIV pregnant women who received HAART in ANC,PNC and Labour and Delivery.	93%	94%
	TB burden reduced	Number of TB cases notified (All forms)	101,414	80,223
		Proportion of successfully treated TB cases (all forms of TB)	90%	84%
		Proportion of drug-resistant TB cases detected	43%	45%
		Proportion of Childhood TB cases detected	50%	41%

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Malaria treatment improved	Number of Artemisinin Combination Therapy (ACTs) doses distributed to public health facilities	6,700,000	6,747,745
	Testing of Malaria cases in public health facilities enhanced	Proportion of suspected cases presenting to public health facilities tested (microscopy or RDT)	90%	56%
		Proportion of Confirmed Malaria Cases treated in accordance to the Kenya Malaria Treatment Guidelines	70%	95%
	Malaria cases prevented	Number of Routine Long Lasting Insecticidal Nets distributed to public health facilities	1,700,000	1,468,565
SP. 2 Non-Communicable diseases	Women of reproductive age screened for cervical cancer	Number of women of reproductive age screened for cervical cancer	400,000	369,380
	Early detection of cancer improved	Number of cancer centers established	3	5
	Cancer specimen handling and diagnosis improved	Number of health care workers trained on the Cancer specimen handling and diagnosis guidelines	-	-
	Cancer prevention and control awareness among HCWs enhanced.	Number of health care workers trained on management of priority cancers using protocols and curriculum	600	0
	Cancer information platforms established in National and County levels to inform policy & practice	Number of National & County cancer registries established	0	0
	Stakeholders engaged to enhance access to cancer prevention and control	Number of counties engaged in resource allocation and prioritization of cancer prevention and control	2	3
		Number of people reached with cancer Prevention & Control messages	2,000,000	2,399,081

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Stakeholders engaged to promote cancer prevention and control in workplaces	Number of ministries; departments and agencies engaged and implementing workplace cancer prevention and control programs	0	0
	Strengthened capacity of NCI-Kenya to deliver on its mandate	Number of officers recruited into NCI-Kenya	0	0
	Policies, strategies and guidelines on Mental Health disseminated under the presidential directive on MH	Number of counties and MDAs (Ministries, Departments and Agencies) (47 counties +10MDAs) disseminated to	47	15
	Awareness and capacity for priority Mental health Interventions enhanced	Health Care Workers Trained on Mental Health interventions guide	600	0
	Number of Community Health Volunteers trained on Mental Health	3750 Community Health Volunteers Trained on Mental Health	400	300
	Key messages for Mental Health developed and disseminated	Key messages for 10 common MH conditions developed and disseminated	5	0
	Kenya Board of Mental Health Oversight functions as stipulated in the Mental Health Act	Number of reports from the quarterly meetings carried out	4	2
	Number of Health Care Workers trained on Diabetes and CVDs prevention and management	10,000 Health Care Workers trained on Diabetes and CVDs prevention and management	2500	800
	Number of Community Health Volunteers trained on Diabetes and CVDs prevention and control	3750 Community Health Volunteers trained on Diabetes and CVDs prevention and control	400	285
	Policies, strategies and guidelines on Injury Prevention and Control developed and disseminated	Number of Policies, strategies and guidelines on Injury Prevention and Control developed and disseminated	1	1

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Number of Health Care workers trained on trauma prevention and care	800 Health Care workers trained on trauma prevention and care	60	75
	Trauma information platforms established in National and County levels to inform policy & practice	Number of National & County trauma registries established	3	3
	Number of Health Care Workers trained on implementation of Tobacco Control Act, NTCSP and Cessation Guidelines	Health Care Workers trained on implementation of Tobacco Control Act, NTCSP and Cessation Guidelines	100	150
	Number of enforcement officers trained on Tobacco Control Act	Enforcement officers trained on Tobacco Control Act	150	150
	Establishment of Tobacco cessation clinics	300 Tobacco cessation clinics established	5	0
	Develop and disseminate an assortment of thematic IEC materials on Tobacco control	IEC materials developed and disseminated for 6 thematic areas on tobacco control	1	1
	Capacity in managing tobacco use among graduating health care workers	6 cadres of health care workers whose curricular has tobacco control integrated	2	0
	Establish Tobacco Control - TWGs, Participate in NCD ICC,	6 Tobacco Control-TWGs established	3	3
	Increased proportion of tobacco tax in retail sale price	Tobacco tax in retail sale price increased from 52% to 67%	58%	52%
	Establish a functional workplace wellness program at Ministry of Health	1 functional workplace wellness program established at Ministry of Health	1	0

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Geriatric centers of excellence developed	2 Geriatric centers of excellence developed	2	0
	Establish Exercise clinics	2 exercise clinics established	2	0
	National NCD Strategy 2020-2025 developed	One National NCD Strategy 2020-2025 developed	1	0
SP . 4 RMNCAH	Reproductive Health Services enhanced	Proportion of women of reproductive age receiving family planning commodities	45%	45%
		Proportion of deliveries conducted by skilled health workers	70%	66%
		ANC Attendance Coverage	90%	83%
	School age children dewormed	No. of Preschool and school going children dewormed	6.5million	6.5million
	Pentavalent Vaccination Coverage improved	Proportion of fully immunized children (Proxy Penta 3)	80%	81%
	Facilities with Functional Cold Chain Equipment improved	Proportion of Health Facilities with Functional Cold Chain Equipment	80%	90%
	Nutrition interventions as a component of primary health care strengthened	Increase Vitamin A Supplementation (VAS) coverage	80%	62%
SP.5 Environmental Health	Villages declared open defecation free	Proportion of open defecation free villages	20%	20%
	County referral Health facilities health committees trained	No. of county referral hospitals health committees trained on health and safety	10	10

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	medical waste microwave equipment Installed and commissioned	No. of health facilities with functional microwave equipment for medical waste treatment	3	3
		No. of health care workers trained at national and county health referral hospitals on healthcare waste management	600	600
	Management of Border Health Capacity enhanced	No. of Points of Entry (POEs) implementing the Boarder Health Capacity Discussion Guide (BHCDG)	3	3
SP .6 Primary Health Care	Policy on Health Promotion Reviewed	Policy document reviewed	1	-
	Centre of Excellency for advocacy and communication operationalized	No. of functional Regional Centers of Excellence for advocacy and communication	6	1
	Health promoting activities enhanced in schools	Percentage of schools with health promoting activities	80%	10%
	Health promoting activities at work places enhanced	Proportion of organizations with Health Promotion Programs at the work place	N/A	N/A
	Capacity of community workers to offer comprehensive community health services enhanced	Proportion of CHEWs trained	80%	34%
		Proportion of Community Units established	80%	86%
		No. of CHVs trained on basic modules	80,000	88,000

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	No. of CHVs trained on technical modules	50,000	59,000
	No. of CHVS kits procured	103,000	7,500

Programme 2: National referral and specialized services

Programme Outcome: Increased access and range of quality specialized health care services

S.P 1 National Referral Health Services	Specialized health care services offered	Number of open-heart surgeries done	76	47
		Other Cardiothoracic surgeries	210	408
		Number of Kidney Transplants conducted	25	15
		Number of minimally invasive surgeries done	2,400	3,637
		Number of patients undergoing specialized Burns treatment	1,493	523
		Number of Research Projects completed and disseminated	15	16
	Reduced average waiting time for specialized diagnostic and treatment services	ALOS for orthopedic patients days	38	38.4
		Average waiting time (days) for radiotherapy	28	30
	Outreaches conducted	No of outreaches conducted	65	34
	Mentorship and preceptor ship for specialized health personnel conducted	Number of Youth Internships/Industrial Attachment/ Apprenticeship provided	1,800	1,611
	Provision of Specialized Healthcare Services	Average Length of Stay for Orthopedic Surgery (Days)	12	11

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

		No. of Kidney Transplants undertaken	15	16
		Average Length of Stay for Pediatric Burns Patients	35	36.7
		Number of Minimally Invasive Surgeries	1,651	1,839
		Patients receiving oncology services- Consultations & Treatment	15,242	17,106
		Number of Open Heart Surgeries	27	33
		Number of Corneal Transplants	12	20
		Number of Hemodialysis Sessions for Children	1,470	1,701
		Number of Disseminated Research Papers on Health	12	12
		Number of Outreaches/mentor-ship conducted	50	51
		Number of Youth Internships/Industrial Attachment/ Apprenticeship	2,485	2,890
SP 2 Specialized Health services	Access to specialized health services improved	No of patients receiving in-patient mental health services		234,980
	Wards & Staff houses Modernized	No of modernized wards and staff houses	5	3
	Quality of spinal services improved	No of in-patients receiving spinal services	190	179
		Number of out-patients receiving spinal services	1230	1254

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

		Average Length of Stay (months)	3	2.5
SP. 3 Specialized medical equipment & Infrastructure	Wajir hospital Level 4 hospital Upgraded	% completion of Wajir Level 4 hospital	10%	5%
	Kisii level 5 cancer center constructed	% completion of Kisii Level 5 cancer center	10%	5%
	Operational portable clinics	Number of operational clinics	5%	10%
	Improved management of cancer patients in Mombasa, Garissa and Nakuru	% completion of regional cancer centers (Mombasa, Garissa and Nakuru)	5%	20%
	Improved service delivery in Rongai Hospital	% completion of Rongai hospital construction	5%	0
	Increased number of renal specialist	% completion of EACE construction	5%	5%
	Improved management of dental and ophthalmology cases in MTRH, CPGH, Nyeri PGH and KNH	% completion of eye & dental centers in MTRH, CPGH, Nyeri PGH and KNH	5%	5%
	Kapenguria Memorial hospital Constructed	% completion of Kapenguria Memorial Hospital	5%	0
	Kenneth Matiba Memorial hospital Constructed	% completion of Kenneth Matiba Memorial hospital	5%	0
	Access to specialized diagnostic and treatment services increased	No of Public hospitals with specialized equipment	119	119
SP 4 Forensic and Diagnostic services	Safe blood and blood products available	No. of blood units secured	200,000	136305
		Percentage of whole blood units collected converted into components	75%	60%

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

		Percentage of reagents procured to screen for blood infection in collected blood	100%	100%
		Percentage of reagents procured to perform ABO and Rh grouping in donated blood	100%	100%
		Number of transfusing facilities under Haemovigilance surveillance	300	200
		No. of specialized commodities and equipment procured for 34 sites	15	10
SP 5 Health Products & Technologies	Health products and technologies available for public health facilities	% order fill rate for HPTs	90%	69%
		% UHC Value fill rate for HPTs	100%	69%
		Order turnaround time – RHF(Days)	10	17.5
		Order turnaround time – HOSP(Days)	7	17.5
	National Commodities Storage(supply chain) center established	% completion rate	80%	75%

Programme 3: Research and development

Programme Outcome: Increased capacity and provide evidence for policy formulation and practice

SP:3.1Pre-service and In-service Training	Middle level health professionals trained	Proportion of health professionals graduating	100%	95%
	Training opportunities available	Number of students enrolled	12,046	14,403
	Community Health Workers Trained (Chews and Chas)	Number .of Chews trained	2,800	80
		Number of CHAS trained	400	599
	Health Professionals training curriculum reviewed	Number of curriculums reviewed	10	10

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Increase Human Resource for Health to support primary care	Number of students attached to the primary health facilities	5493	2650
SP:3.2 Research and Innovation	Evidence for policy making increased	No. of Research projects conducted	24	14
	Innovative research finding in application.	Number of policy contributions	5	2
	Reduction of disease burden	New research protocols developed & approved	200	119
		Ongoing Research Projects	400	1,042
	Disseminate Research Findings	Published Papers	302	285
		Abstracts	190	152
		Hold Scientific & Health Conferences	4	4
	Critical mass of human resource for health in preventive, curative, research and leadership aspects developed	Number of graduate researchers enrolled	60	0
		Number of graduate researchers enrolled	60	0
	Quality products & services	Diagnostic kits	251,790	651,220
		Specialized laboratory services	1,272,896	1,234,733
	Activity Reports	No of activities	18	20

Programme 4: General Administration, planning and support services

Programme Outcome: Strengthen Governance and Leadership in the sector

	Staff with PWD mapped	No. of staff with PWD appropriately mapped	100%	100%
	HRH workers recruited towards achievement of UHC	No of health care workers recruited	115	13656
	Capacity building of MoH staff enhanced	No. of staff trained in SMC,SLDP & Supervisory Skills Development	350	350
	Health Workers in different specialties trained	No. of Health workers trained in different health specialties	120	120

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Staff undergoing pre-retirement trained	Number of retirees trained	115	115
	Training Need Assessment	No. of TNA Conducted	1	1
	HR Management	No. of MHRMAC held	12	8
SP4.2: Financing and planning	Financial resources efficiently utilized	Percentage of allocated funds utilized as per plan	100	80
	Public health sector financial resources enhanced	Total of A-in-A collected by the Ministry	10 Billion	12.8 Billion
	Quarterly budget performance reports reviewed	Number of quarterly reports submitted	4	4
	Financing strategies developed	No. of strategies, plans and guidelines developed	2	2

Programme 5: Health Policy standards and regulation

Programme Outcome: Strengthened Health Policy, Standards and Regulations

	Policy making guidelines finalized	Number of Policy making guideline documents developed	1	0
	Harmonized health facility assessment done	Number of HHFAs reports	1	1
	Ministry of Health Data centre Enhanced	% completion of the MOH Data centre	1	30%
	Major Intergovernmental Health System Policy Issues discussed	Number of Health Sector Intergovernmental Consultative Forums planned and held	4	2
	Annual achievements and challenges in the sector shared	Number of Kenya Health Sector Forums held	1	1
SP5.2: Social Protection in Health	Population Coverage	Service Coverage Index	83	67
	No. of Counties implementing UHC	No. of Counties signed IPA's	47	46
	Reduction of financial barriers to access health care	No. of mothers accessing health care services through the program	1,231,200	1,272,907

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	Reduction of financial barriers to access health care	Number of indigents accessing health care through HISP.	181,315	181,315
	Reduction of financial barriers to access health care	Number of elderly & Persons with severe disabilities accessing health care	42,000	42,000
	County Health Inspectors Trained on Joint Health Inspection Checklist	Number of County Health Inspectors Trained on Joint Health Inspection Checklist	141	71
	Kenya Quality Model for Health rolled out to 47 counties	Number of Counties mainstreaming KQMH	7	7
	Safety and Quality of Care Policy Developed	Safety and Quality of Care Policy approved	1	-
	Facilities with capacity to detect Antimicrobial Resistance	Number of facilities reporting on Antimicrobial Resistance	2	2
	Organization Structure and Staffing document finalized and implemented	KHHRAC Organization Structure and Staffing	1	50%
	Career Progression Guidelines finalized and implemented	Career Progression Guidelines for KHHRAC staff	1	50%
	Human Resource Policies and Procedures Manual finalized and implemented	Human Resource Policies and Procedures Manual for the Council	1	50%
	Salary Structure finalized and implemented	KHHRAC Salary Structure	1	50%

3. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a *Ministry of Health* shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the *Ministry of Health* is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the *Ministry of Health* accepts responsibility for the entity'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 (IPSAS). The Accounting Officer is of the opinion that the *Ministry of Health* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer in charge of the *Ministry of Health* further confirms the completeness of the accounting records maintained for the *Ministry of Health* which have been relied upon in the preparation of the *Ministry of Health* financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the *Ministry of Health* confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the Ministry of Health financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

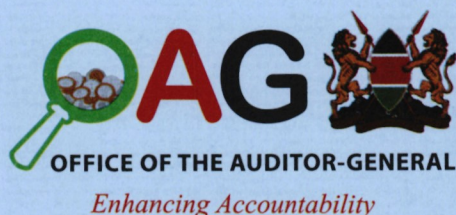
The *Ministry of Health* financial statements were approved and signed by the Accounting Officer on _____ 2021


Principal Secretary
Susan Mochache, CBS


Deputy Accountant General
Peninah W. Njuguna
ICPAK Member Number: 10661

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON MINISTRY OF HEALTH FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Ministry of Health set out on pages 1 to 74, which comprise the statement of assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the year then ended,

Report of the Auditor-General on Ministry of Health for the year ended 30 June, 2021

and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Ministry of Health as at 30 June, 2021, 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 Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

1.1 Misclassification

Review of the financial statements indicates that an amount of Kshs.3,370,487,640 shown in the table below was misclassified;

Item	Where Classified	Correct Classification	Amount Kshs.
Direct Purchase of Goods and Services	Grants and transfers to other government agencies	Use of goods and services	2,703,332,518
Overpaid Salary Recoveries	Receipts	Receivables - decrease	10,151,132
Research, Covid-19 Response, Allowances and Other Supplies	Acquisition of Assets	Use of goods and services	424,774,914
Social Security Benefits	Compensation of employees	Transfer to other Government Agencies	25,000,000
Living Allowance for MOH doctors in Cuba	Compensation of employee	training expenses	20,901,888
Payment of Allowances to Employees	Rentals of produced assets	Compensation of employee	5,385,000
Disbursement of Capital Grants to Kenya Medical Supplies Authority	Purchase of Specialized Plant, Equipment and Machinery	Grants and transfers to other Government Entities	180,942,188
Total			3,370,487,640

Management has not given justification or explanations of misclassifications.

1.2 Financial Statements and Vote Book Variances

The statement of receipts and payments reflects total payments of Kshs.92,999,398,612 while vote book revealed Kshs.92,865,306,603 resulting to unreconciled variance of Kshs.134,092,009. In addition, included in the vote book

expenditure of Kshs.92,865,306,603 is unexplained negative Kshs.36,847,803 narrated as payments of Basic Salary for Civil Service which understates expenditure in the vote book.

In the circumstances, the accuracy and completeness of the above balances included in these financial statements for the year ended 30 June, 2021 could not be confirmed.

2. Omitted Rental and Disposal of Assets Income

As disclosed in Note 5 to the financial statements, the statement of receipts and payments reflects other revenues of Kshs.3,520,703,654. However, this amount excludes an amount of Kshs.14,695,110 in respect of rental income recovered from housed employees through the payrolls and another amount of Kshs.5,672,500 being receipts from disposal of thirty-eight (38) vehicles.

Consequently, the accuracy and completeness of other revenues of Kshs.20,367,610 for the year ended 30 June, 2021 could not be confirmed.

3. Cash and Cash Equivalents

As disclosed in Note 12A to the financial statements, the statement of assets and liabilities reflects bank balances of Kshs.919,612,980. Examination of records revealed the following unsatisfactory matters:

3.1. Undisclosed Bank Balances

The bank balance excludes an amount of Kshs.844,649,218 in respect of three (3) bank accounts under Kenya Italy Debt for Development (KIDDP) Kshs.30,112,829, Ministry of Health Equalization Fund Kshs.583,596,178 and Tobacco Control Fund Kshs.230,940,211. In addition, these bank balances have not been reported separately in the respective Funds financial statements.

3.2. Customer Retention Money

The customer deposit bank account with a balance of Kshs.141,913,154 was used to make payments of Kshs.82,957,521 being transfers to other government agencies and Kshs.13,430,757 for salary payments. These payments do not relate to customer deposits and should not have been paid from the retention money account.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.919,612,980 as at 30 June, 2021 could not be confirmed.

4. Unreconciled Compensation of Employees

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects compensation of employees amount of Kshs.13,325,664,987 while analysis of the IPPD and manual payrolls revealed Kshs.13,517,682,185 resulting to unexplained nor reconciled variance of Kshs.192,017,198. Further, compensation of employees includes Kshs.141,592,062 described as "June, 2021 Uncaptured Salary" that remained unexplained.

In the circumstances, accuracy and completeness of compensation of employees' balance of Kshs.13,325,664,987 for the year ended 30 June, 2021 could not be confirmed.

5. Unreconciled Scholarships and Other Educational Benefits

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects transfers to other government units balance of Kshs.66,946,401,966 out of which Kshs.38,883,795 was transfers to the Ministry of Health office in Geneva. The office is classified as Semi-Autonomous Government Agency (SAGA) yet it is not self-reporting. However, analysis of bank statements revealed disbursements of Kshs.41,998,224 resulting to unexplained nor reconciled variance of Kshs.3,114,429.

In the circumstances, propriety, accuracy and completeness of transfers to other government units balance of Kshs.38,883,795 for the year ended 30 June, 2021 could not be confirmed.

6. Unsupported Expenditure on Drug Rehabilitation Centre

As disclosed in Note 11 to the financial statements, the statement of receipts and payments reflects a balance of Kshs.296,066,798 in respect of purchase of specialized plant, equipment and machinery. Included in the amount is an amount of Kshs.17,700,000 being payment for drug rehabilitation center at Coast General Hospital. However, the corresponding Bill of Quantities, tender evaluation report and contract were not provided for audit review. Further, the attached interim certificate did not quantify the preliminaries and work done.

In the circumstances, the propriety of payment of Kshs.17,700,000 payment for drug rehabilitation center at Coast General Hospital for the year ended 30 June, 2021 could not be confirmed.

7. Unsupported Contract Variation

As disclosed in Note 11 to the financial statements, the statement of receipts and payments reflects construction of buildings balance of Kshs.332,010,654. Included in the construction of building expenditure is an amount of Kshs.71,501,307 paid for the construction of bunkers and supporting supra structures to house linear accelerators in Nakuru, Garissa and Mombasa. The contractor was paid an amount of Kshs.56,230,711 in 2018/2019 and Kshs.314,301,957 in 2019/2020 bringing total payments to Kshs.442,033,975 as at 30 June, 2021. The initial contract sum was Kshs.356,000,479 but on 05 June, 2020 it was varied by Kshs.29,061,067 and on 30 September, 2020 by Kshs.57,820,544. However, variation was not supported by request for contract variation by the contractor and bid documents were not provided for audit.

In the circumstances, the propriety, accuracy and completeness of the construction of building expenditure totalling Kshs.57,820,544 for the year ended 30 June, 2021 could not be confirmed.

8. Unsupported GAVI Vaccines

As disclosed in Note 7 to the financial statements the statement of receipts and payments reflects a balance of Kshs.10,217,138,555 in respect of use of goods and services which includes specialized materials and services of Kshs.1,875,001,340. Included in the expenditure is Kshs.300,000,000 being payment for the procurement of vaccines to meet the GAVI co-financing agreement requirements. It was noted that this budget item had been capped as a procurement and required approval from The National Treasury for any transfers to be made. However, a request made by the Ministry seeking this exemption was not responded to, implying no approval was granted.

In the circumstances, the propriety of Kshs.300,000,000 being payment for the procurement of vaccines to meet the GAVI co-financing requirement for the year ended 30 June, 2021 could not be confirmed

9. Unsupported Medical Drugs Drawing Rights

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects a balance of Kshs.1,875,001,340 on specialized materials and services. The amount includes Kshs.51,000,000 being transfers to Kenya Medical Supplies Authority (KEMSA) to enable the Hospitals to get drawing rights for drugs on need basis. However, a ledger for this arrangement indicating the opening balance, disbursements to KEMSA for the year, number of drugs drawn in the year and outstanding balance was not provided for audit review. Only an Authority to Incur Expenditure (AIE) was attached to the payment voucher.

In the circumstances, the accuracy, propriety and completeness of Kshs.51,000,000 transfers for the year ended 30 June, 2021 could not be confirmed.

10. Unsupported Legal Charges

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects a balance of Kshs.1,875,001,340 on specialized materials and services. The amount includes an amount of Kshs.11,349,544 paid to Solicitor General for case number 626 of 2017. However, the expenditure is not supported by the Attorney General advisory on the same and Court ruling details were also not attached to the voucher.

In the circumstances, the propriety, accuracy and completeness of Kshs.11,349,544 legal charges for the year ended 30 June, 2021 could not be confirmed.

11. Unauthorised Expenditure on Purchase of Specialized Plant, Equipment and Machinery

As disclosed in Note 11 to the financial statements, the statement of receipts and payments reflects a balance of Kshs.296,066,798 on purchase of specialized plant, equipment and machinery. The Ministry paid Kshs.9,000,000 for supply and delivery of HPV DNA sample collection kits whose budget was Kshs.5,000,000 resulting to over expenditure of Kshs.4,000,000. Further, seven dental accessories with a budget of Kshs.239,000 were purchased at Kshs.1,965,324 resulting to over payment of Kshs.1,726,934. In addition, cancer equipment and consumables budgeted for

Kshs.20,341,000 were purchased at Kshs.37,560,231 resulting to over payment of Kshs.17,219,231.

In the circumstances, the propriety of Kshs.22,946,165 over expenditure on purchase of specialized plant, equipment and machinery for the year ended 30 June, 2021 could not be confirmed.

12. Undisclosed Project Costs

As disclosed in Note 11 to the financial statements, the statement of receipts and payments reflects construction of buildings of Kshs.332,010,654 out of which Kshs.101,085,000 was for construction works in four (4) medical training colleges. However, these projects were not budgeted under the Kenya Medical Training College as the implementing government agency but were budgeted separately and paid directly to the individual colleges. Further details of these projects including procurement process, total project cost, payment vouchers, project duration and the project implementation status were not provided for audit review.

Consequently, propriety of the expenditure of Kshs.101,085,000 for the year ended 30 June, 2021 could not be confirmed.

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

Emphasis of Matter

1. Budget Execution

The summary statement of appropriation: recurrent and development reflects final budget of Kshs.121,748,688,866. However, the following observations were made;

1.1. Budgetary Control and Performance

As reflected in the summary statement of appropriation: recurrent and development combined, the Ministry's actual receipts amounted to Kshs.93,850,411,784 against budgeted receipts of Kshs.121,748,688,866 resulting into a shortfall of Kshs.27,898,277,082 (or 23%). The Ministry's actual expenditure was limited to the receipts realized.

The under-funding affected the planned activities and may have impacted negatively on the service delivery to the public.

1.2. Over Expenditure on Budgeted Items

Included in the total expenditure of Kshs.92,999,398,612 is Kshs.5,688,186,817 in respect to forty-nine (49) expenditure items whose budget amounted to Kshs.3,401,184,419 resulting to over expenditure of Kshs.2,287,002,398. This

contravenes Regulation 52(1)(b) of the Public Finance Management (National Government) Regulations, 2015 which states that 'AIE holders shall be made to understand that the limit to which they may spend is that prescribed by the Authority and not their expectations, however justified this may seem.

2. Exchequer Release Not Supported by Appropriations-in-Aid

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects grants and transfers to other government entities of Kshs.66,946,401,966 out of which Kshs.14,753,450,055 is exchequer support to eight (8) Semi-Autonomous Government Agencies with Nil appropriations-in-Aid. However, this support was provided without determining the revenue raising measures of these Institutions contrary to Paragraph 37 of the National Treasury Circular No.16/2020 dated 26 August, 2020 which states that the sector working groups should critically analyse the revenue generating potential of SAGAs in their respective sectors.

3. Non-Payment of Pending Bills

As disclosed under Note 20 to the financial statements, pending bills totalling to Kshs.41,789,113,924 were not settled during the year but were instead carried forward to financial year 2021/2022. Failure to settle bills during the year in which they relate distorts the financial statements and adversely affects the budgetary provisions for the subsequent year as they form a first charge.

My opinion is not modified in respect to the above matters.

Key Audit Matters

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

Other Matters

1. Terminated Loan Agreements

The Ministry signed two (2) loan agreements with Arab Bank for Economic Development in Africa for the construction of Wajir and Rongai hospitals of Kshs.1,250,000,000 with the Ministry expected to provide additional funding of Kshs.550,000,000 all totalling Kshs.1,800,000,000. The Wajir hospital start date was 07 January, 2012 ending on 13 August, 2021 while that of Rongai was to start on 09 March, 2013 ending on 9 March, 2021. However, the payments that have been made to date revealed that both projects had not commenced as at 30 June, 2021. Management indicated that the loan agreements had been cancelled but details of the loan, repayment terms, reasons and consequences of the cancellation were not provided. This is despite the Ministry allocating Kshs.640,000,000 towards the projects which have remained unutilized.

2. Signing of Agreement Without Budgetary Allocation

The Ministry entered into a 'Commitment Undertaking' on 26 May, 2021 to procure ten million (10,000,000) doses of Johnson and Johnson vaccine at a price of USD.10 per

dose totalling to USD.100,000,000 (Kshs.10,967,000,000). However, only a budgetary allocation of Kshs.7,613,217,632 had been approved resulting to over commitment of Kshs.3,353,782,368. At the time of the audit in December, 2021 the country had received 23,279,820 vaccines with only 1,552,800 vaccines being purchased from Johnson and Johnson and balance of 21,727,020 being donations.

Under the circumstances, it is not clear whether the commitment undertaken was beneficial to the government.

3. Unresolved Prior Year Audit Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury's Circular Ref. AG.4/16/2 Vol.3(72) dated 30 June, 2021.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Failure to Prepare Financial Statements

The following financial statements were not prepared and presented for audit as required by the respective laws.

Financial Statements	Amount-Bank Balance 30 June, 2021 Kshs.	Applicable Law
Tobacco Control Fund	230,940,211	Section 8 (3) (a) and (b) of the Tobacco Control Act, 2007 requires the officer administering the Fund to cause to be kept proper books of account and other books and records in relation to the Fund as well as to all the various activities and undertakings of the Fund and submit the same to the Auditor-General in respect of each financial year

Financial Statements	Amount-Transfers 30 June, 2021 Kshs.	Applicable Law
Kenya Health Human Resource Advisory Council	62,216,554	Section 43 (3) of the Health Act, 2017 states that the Council shall, within three months from the end of the financial year to which the accounts relate, submit to the Auditor-General the accounts of the Council together with a statement of income and expenditure during the year; a statement of the assets and liabilities of the Authority as of the last day of that year; a cash flow statement for the financial year; and any other statements and accounts that may be necessary to fully disclose the financial position of the Authority.
Kenya Health Professions Oversight Authority	52,127,276	Section 59 (3) of the Health Act 2017 states that the Board shall, within three months from the end of the financial year to which the accounts relate, submit to the Auditor-General the accounts of the Authority together with a statement of income and expenditure during the year; a statement of the assets and liabilities of the Authority as of the last day of that year; a cash flow statement for the financial year; and any other statements and accounts that may be necessary to fully disclose the financial position of the Authority.
Construction of a Cancer Centre in Kisii Level 5 Hospital	9,993,800	section 4.01 of the loan agreement requires the borrower to keep separate accounts for the project and have them audited by the Auditor-General or an independent auditor appointed by the Auditor-General. However, no financial statements in respect of this project were prepared contrary to the loan agreement
Total	124,337,630	

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

2. Capacity Building Training on Mental Health Champions

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects current grants government agencies and other levels of government of Kshs.42,998,971,347 which includes Kshs.20,000,000 for psychological support to health workers. This amount was meant to cushion frontline health care workers in all forty-seven (47) counties during the Covid-19 pandemic for a period of three (3) months with effect from April, 2020. However, the amount was paid on 30 June, 2021 to Kenya Medical Training College to implement the program about one year after the validity period. Further, the program activities entailed holding brief sessions with counsellors daily, having a dedicated line with tele counselling for health workers, psychological support to families of health workers who turn positive of Covid-19, expansion of psychological support to cover all employees and citizenry and to develop targeted messages on Covid-19 to reach all citizenry through mass and social media. However, there was no evidence that the Institution utilized the funds to

undertake the stated activities in all forty-seven (47) counties. This contravenes paragraph 4.2.2 (iii) of the Guidelines on Managing Training in the Public Service, 2017 which requires all applications of course approval be accompanied by a letter of admission to a recognized training institution complete with fees structure and/or a detailed proforma invoice and course duration; and extracts of approved minutes of the Ministerial Human Resource Management and Advisory Committee meeting recommending the training.

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

3. Emergency Medical Treatment Fund

Note 9 to the financial statements reflects emergency relief and refugee assistance of Kshs.1,595,904,537. However, the Ministry has not established an emergency medical treatment fund to provide for unforeseen situations. In addition, the Ministry did not have policy guidelines, maintenance standards and coordination mechanisms for provision of emergency healthcare in the event of unforeseen calamity. This is contrary to Section 15(1)(x) of the Health Act, 2017 which states that the national government Ministry responsible for health shall establish an emergency medical treatment fund for emergencies to provide for unforeseen situations calling for supplementary finance.

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

4. Unjustified Use of Restricted Tendering

As disclosed under Note 11 to the financial statements the statement of receipts and payments reflects acquisition of assets balance of Kshs.886,174,137 out of which Kshs.33,016,760 is refurbishment of buildings. The amount includes Kshs.14,074,730 for office renovations at Afya House paid to two (2) contractors. Management used restricted tendering to procure refurbishment works awarded at Kshs.38,316,644. However, the nature of the works did not meet the conditions set for use of restricted tendering under Section 102 of the Public Procurement and Asset Disposal Act, 2015 and no explanations were given for not using open tendering.

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

5. Compensation of Employees

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects compensation of employees' balance of Kshs.13,325,664,987 whose audit revealed the following observations:

5.1. Unremitted NSSF Contributions

Records availed for audit revealed that the management failed to deduct and remit National Social Security Fund contributions amounting to Kshs.4,808,600. This is contrary to Section 19 (1) and Section 20 (1) of the National Social Security Fund 2013 which requires every employer who, under a contract of service, employs one employee or more shall register with the Fund as a contributing employer and shall,

register his employee or employees, as members of the Fund and pay to the Pension Fund in respect of each employee in his or her employment.

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

5.2. Unremitted Pension Contributions

Analysis of the payrolls revealed that pension contribution amounting to Kshs.16,678,328 for seven hundred and three (703) employees below the age of 45 years who were engaged on permanent and pensionable terms was not deducted and remitted. Therefore, management had not fully implemented the Defined Contribution Scheme as directed by the Head of Public Service through circular Ref. No. PO/CAB.1/8A dated 20 November, 2020.

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

6. Delayed Construction of a Cancer Centre in Kisii Level 5 Hospital

As disclosed in Note 11 to the financial statements, the statement of receipts and payments reflects construction of buildings of Kshs.332,010,654 out of which Kshs.9,993,800 was for the construction of a Cancer Centre at Kisii Level 5 Hospital. The project was through a loan agreement signed on 03 June, 2015 between the Republic of Kenya (Borrower) and Arab Bank for Economic Development in Africa (BADEA) of USD.10,000,000 with the government expected to provide additional funding of USD.2,800,000 totalling to USD.12,800,000 (or Kshs.1,280,000,000). The project duration was six (6) years from 10 August, 2016 to 10 August, 2022. However, as at 30 June, 2021 about five (5) years after the start date, the project was less than 1% complete with only Kshs.9,993,800 having been spent. Total loan amount disbursed since the inception of the project has also not been stated.

In the circumstances, continued funding from the donor is not guaranteed and the project is likely to stall.

7. Demurrage Charges

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects Kshs.1,875,001,340 on specialized materials. The amount includes Kshs.30,444,254 being demurrage charges incurred due to delay in port clearance, Kshs.7,091,793 was payment to transporters while Kshs.2,171,587 related to other service providers on medical donations.

In the circumstances, the value for money on donations and avoidable demurrage charges for the year ended 30 June, 2021 could not be confirmed.

8. Mathari National Teaching and Referral Hospital (MNTRH)

8.1. Encroachment

The Ministry owns a parcel of land No.42/13/97/3 which houses Mathari Teaching and Referral Hospital measuring approximately 34.3 hectares. Physical verification revealed the land was partially fenced by Nairobi Metropolitan Services (NMS). However, no documentary evidence was provided to support this explanation. It was

observed that an undisclosed developer has erected a temporary fence on the unfenced portion of the land.

8.2. Relocation of the Hospital

Available records indicate the hospital will be relocated to new location in Ngong, Kajiado County where a Modern Neuropsychiatric National Teaching and Referral Hospital will be established at a cost of Kshs.5,000,000,000 over a two-year period. According to the proposal, the parcel of land measuring 34.3 hectares will be exchanged by a new parcel of land in Ngong measuring 81.69 hectares. However, the terms of the exchange have not been spelt out clearly stating whether the parcel will remain in the custody of the Ministry and consideration of land values for the two (2) parcels that are being exchanged.

8.3. Renovation Works

Physical verification in the month of December, 2021 revealed ongoing renovation works at the hospital valued at Kshs.74,178,392. However, the rationale of the ongoing renovation works despite the planned relocation after two years could not be confirmed.

8.4. Missing Title Deed

The Ministry is not in possession of title deed for the parcel of land that the hospital sits on instead only allotment letter was provided to confirm ownership.

In the circumstances, the value of money and ownership of the land could not be established.

8.5. Outstanding NHIF Dues

A scrutiny of the records held by the Hospital revealed that the Hospital has accumulated over Kshs.135 Million since 2016-2019 which is owed to the National Hospital Insurance Fund (NHIF).

8.6. Dilapidated Sections of Administration Block

Some sections of the hospital building have ceiling boards worn out and loosely hanging and walls are broken posing danger to staff occupying the respective offices.

To this extent, Regulation 139(1) of The Public Finance Management (National Government) Regulations, 2015 which states that the accounting officer of a national government entity shall take full responsibility and ensure that proper control systems exist for assets and that (a) preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse; (b) movement and conditions of assets can be tracked has not been complied with.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that

govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Compensation of Employees

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects compensation of employees' balance of Kshs.13,325,664,987 whose audit revealed the following observations:

1.1. Weakness in Processing of Manual Payroll

Analysis of compensation of employees revealed payment of Kshs.4,171,978,129 that was processed through manual payrolls (Excel). However, there were twenty (20) duplicate identification numbers, twelve (12) duplicate bank accounts shared by twenty-six (26) employees and two hundred and sixty-eight (268) staff were remunerated both as Universal Health Care (UHC) contract staff and UHC contract intern.

1.2. Weakness in Processing of IPPD Payroll

Analysis of IPPD payrolls revealed that one hundred and ninety-two (192) duplicate bank accounts and six hundred and ninety-three (693) employees were earning below a third of their basic pay.

1.3. Transition from Manual to IPPD Payroll

In the year under review, the Ministry operated manual payroll from July, 2020 to December, 2020 for eight thousand six hundred and twenty-two (8,622) Universal Health Care (UHC) staff on a three (3) year contract. However, two hundred and two (202) UHC interns and two hundred and forty-eight (248) registered clinical officers were not assigned payroll numbers on transitioning to IPPD.

Consequently, the checks during transition from manual to IPPD payrolls were weak.

2. Lack of Training Needs Assessment

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects use of goods and services of which includes Kshs.465,121,890 on training expenses out of which Kshs.214,211,848 is for tuition fees and allowances for employees. However, these trainings were conducted without a training needs

assessment identifying performance gaps and linking the trainings to closing such gaps. This is contrary to Paragraph 3.0 of the guidelines to managing training in public service 2017 which states that "As per the Human Resource Development policy and other Human Resource Management & Development guidelines in the public service, planning for training shall be guided by the outcome of training needs assessment and shall be designed in line with identified performance gaps linking training to closing of such gaps. Training will be planned to upgrade core competencies, knowledge, skills and attitudes of public servants, with the aim of enhancing service delivery."

In the circumstances, trainings may not be aligned to performance gaps.

3. Summary of Fixed Assets

Annex 4 to the financial statements for the year ended 30 June, 2021 reflects summary of fixed assets register historical cost of Kshs.2,198,541,403 (2020 – Kshs.1,312,367,266). The following observations were made;

3.1. Fixed Assets Register

The Ministry did not maintain a fixed asset register to record the assets acquired and no valuation was done for the existing assets. Therefore, the balances and nature of the fixed assets disclosed were not supported with sufficient purchase details, unique identification numbers (title documents numbers).

3.2. Residential Housing Units

The summary of fixed asset register includes land and building of Kshs.516,616,229. However, this balance excludes two hundred and thirty-five (235) housing units at Mathari Teaching and Referral Hospitals whose values has not been disclosed.

3.3. Logbooks not in Custody of the Ministry

The summary of fixed asset register reflects transport equipment balance of Kshs.36,544,320. Available records indicate a list of two hundred and seventy-four (274) vehicles. However, only forty-eight (48) logbooks were provided for audit resulting to a difference of two hundred and twenty-six (226) that were not in the custody of the Ministry.

3.4. Undisclosed Land and Buildings

Annex 4 to the financial statements for the year ended 30 June, 2021 reflects land and building balance of Kshs.516,616,299. The Ministry has various parcels of land across the country including land on the ongoing construction of Cancer Centres in Mombasa, Nakuru and Garissa. However, a list of these parcels of land, buildings and ownership documents have not been provided. Further excluded from this balance is land and buildings along Cathedral Road where the Ministry of Health Headquarters is located.

In the circumstances, the existence of an effective mechanism to safeguard the assets could not be established.

4. Mathari National Teaching and Referral Hospital (MNTRH)

4.1. Motor Vehicle Records

A review of motor vehicle records held by the Ministry of Health (MOH) and the Mathari National Teaching and Referral Hospital revealed that there were some discrepancies regarding the description of the motor vehicles as is stated below; -

Item Records	MOH Records	MNTRH
GK B 704U	Toyota Double Cab	Van
GK A 233U	Nissan Navara	Van
Tractor	GK A795U	GK A 785U

In the circumstances, the ownership of two (2) vans at MNTRH could not be confirmed.

4.2. Transition of the Hospital to a State Corporation

Legal Notice 165 of 21 August, 2020 established Mathari National and Teaching Referral Hospital (MNTRH) as a state corporation classifying it as a level 6 hospital. The notice is yet to be fully operationalized since there is no substantive Chief Executive Officer, staff at the hospital are from the Ministry, payroll and other operations like budget approval are still being controlled by the Ministry.

4.3. Forensic Department

The hospital's largest population is from Forensic Department/Maximum Security Unit (MSU) which accounts for 30% and deals with in-patient that are law offenders hospitalised for an average of two (2) years. However, for the last seven (7) years the hospital has not received amount of Kshs.868,501,000 from the Prisons Department to cater for these patients. There is no signed memorandum of understanding between the Prisons Department and the hospital on the financing arrangements.

To this extent, the hospital is being stretched financially and may not offer the services as envisioned.

5. Governance Structure

The Note 6 to the financial statements reflects basic salaries permanent employees of Kshs.1,433,608,063 out of which Kshs.39,683,292 relates to payment of salaries to four (4) key management personnel under job group 'U'. The positions of these officers are between the office of the Director General and the Principal Secretary but their reporting channels have not been included in the organizational structure neither have their designations disclosed in the financial statements under fiduciary management. In addition, the key entity information and Management section to the financial statements indicates seven (7) directorates while the organizational structure indicates six (6) resulting to a variance of one (1). Also, there are four (4) acting officers at senior Management level for more than six (6) months. This contravenes Public Service Human Resources guidelines. Furthermore, effective decision making may be hampered due to not holding positions in substantive manner.

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

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

Responsibilities of Management and 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 that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Ministry's ability to continue to sustain 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 Ministry 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 financial reporting process, reviewing the effectiveness of how the Ministry monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the

activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the appropriate basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Ministry's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Ministry to cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Ministry 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 that are identified during the audit.

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

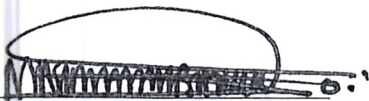
31 December, 2021

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

5. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020/2021	2019/2020
		Kshs	Kshs
RECEIPTS			
Proceeds from Domestic and Foreign Grants	1	299,947,089	135,000,000
Transfers from National Treasury	2	82,417,757,209	92,556,737,593
Proceeds from Foreign Borrowings	3	2,946,156,251	996,396,873
Proceeds from Sale of Assets	4	4,665,847,582	8,252,948,617
Other Revenues	5	3,520,703,654	4,890,825,724
TOTAL REVENUES		93,850,411,784	106,831,908,807
PAYMENTS			
Compensation of Employees	6	13,325,664,987	8,149,395,769
Use of goods and services	7	10,217,138,555	8,597,415,769
Transfers to Other Government Units	8	66,946,401,966	85,544,463,723
Other grants and transfers	9	1,599,018,966	3,159,808,772
Social Security Benefits	10	25,000,000	100,000,000
Acquisition of Assets	11	886,174,137	1,265,744,065
TOTAL PAYMENTS		92,999,398,612	106,816,828,098
SURPLUS/DEFICIT		851,013,172	15,080,709

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on _____ 2021 and signed by:


Principal Secretary
Susan Mochache, CBS


Deputy Accountant General
Peninah W. Njuguna
ICPAK Member Number: 10661

6. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2021

	Note	2020/2021	2019/2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	12A	919,612,980	113,640,928
Cash Balances	12B	2,762,900	3,853,725
Total Cash And Cash Equivalents		922,375,880	117,494,653
Accounts Receivables - Outstanding Imprest and Clearance Accounts	13	75,263,726	18,446,372
TOTAL FINANCIAL ASSETS		997,639,605	135,941,025
LESS: FINANCIAL LIABILITIES			
Accounts Payables - Deposits	14	141,913,154	113,372,292
NET FINANCIAL ASSETS		855,726,451	22,568,733
REPRESENTED BY			
Fund balance b/fwd	15	22,568,733	21,114,196
Prior year adjustments	16	(17,855,454)	(13,626,172)
Surplus/Deficit for the year		851,013,172	15,080,709
NET FINANCIAL POSITION		855,726,452	22,568,733

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on _____ 2021 and signed by:


Principal Secretary
Susan Mochache, CBS


Deputy Accountant General
Peninah W. Njuguna
ICPAK Member Number: 10

7. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020/2021	2019/2020
		Kshs	Kshs
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts for operating income			
Proceeds from Domestic and Foreign Grants	1	299,947,089	135,000,000
Transfers from National Treasury	2	82,417,757,209	92,556,737,593
Other Revenues	5	3,520,703,654	4,890,825,724
		86,238,407,952	97,582,563,317
Payments for operating expenses			
Compensation of Employees	6	13,325,664,987	8,149,395,769
Use of goods and services	7	10,217,138,555	8,597,415,769
Transfers to Other Government Units	8	66,946,401,966	85,544,463,723
Other grants and transfers	9	1,599,018,966	3,159,808,772
Social Security Benefits	10	25,000,000	100,000,000
		92,113,224,475	105,551,084,033
Adjusted for:			
Changes in receivables	17	(56,817,354)	1,444,144
Changes in payables	18	28,540,862	(26,875,088)
Adjustments during the year	16	(17,855,454)	(13,626,172)
Net cashflow from operating activities		(5,920,948,469)	(8,007,577,832)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	4	4,665,847,582	8,252,948,617
Acquisition of Assets	11	(886,174,137)	(1,265,744,065)
Net cash flows from Investing Activities		3,779,673,445	6,987,204,552
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from Foreign Borrowings	3	2,946,156,251	996,396,873
Net cash flow from financing activities		2,946,156,251	996,396,873
NET INCREASE IN CASH AND CASH EQUIVALENT		804,881,227	23,976,407
Cash and cash equivalent at BEGINNING of the year		117,494,653	141,471,060
Cash and cash equivalent at END of the year		922,375,880	117,494,653

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on _____ 2021 and signed by:


Principal Secretary
Susan Mochache, CBS


Deputy Accountant General
Peninah W. Njuguna
ICPAK Member Number: 10661

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

8. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Revenue/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation Difference to Final Budget f=d/c %
RECEIPTS						
Proceeds from Domestic and Foreign Grants	0	5,045,000,000	5,045,000,000	299,947,089	4,745,052,912	6%
Exchequer releases	92,560,336,712	2,443,519,869	95,003,856,581	82,417,757,209	12,586,099,372	87%
Proceeds from Foreign Borrowings	3,660,325,655	1,807,000,000	5,467,325,655	2,946,156,251	2,521,169,404	54%
Proceeds from Sale of Assets	8,082,256,630	750,000,000	8,832,256,630	4,665,847,582	4,166,409,048	53%
Other Receipts	7,399,750,000	500,000	7,400,250,000	3,520,703,654	3,879,546,346	48%
Total Receipts	111,702,668,997	10,046,019,869	121,748,688,866	93,850,411,784	27,898,277,082	77%
Payments						
Compensation of Employees	11,365,309,998	1,899,214,520	13,264,524,518	13,325,664,987	(61,140,469)	100%
Use of goods and services	10,939,833,176	3,315,053,477	14,254,886,653	10,217,138,555	4,037,748,098	72%
Transfers to Other Government Units	85,443,198,094	2,184,750,295	87,627,948,389	66,946,401,966	20,681,546,423	76%
Other grants and transfers	613,152,574	3,530,159,583	4,143,312,157	1,599,018,966	2,544,293,191	39%
Social Security Benefits	100,000,000	0	100,000,000	25,000,000	75,000,000	25%
Acquisition of Assets	3,241,175,155	(883,158,006)	2,358,017,149	886,174,137	1,471,843,012	38%
Grand Total	111,702,668,997	10,046,019,869	121,748,688,866	92,999,398,612	28,749,290,254	76%
Surplus/Deficit				851,013,172	(851,013,172)	

Notes:-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

- i. *Compensation of employees*-Number of Interns undertraining was less than the approved establishment.
- ii. *Transfer to Other government Units*-the semi-Autonomous units retain their A-I-A collections in the Financial year, and disbursement to Sagas however, are net of A-I-A
- iii. *Use of Goods and Services*- the 28% under utilization is due to inadequate budgeted amount in different chargeable items as at the close of the financial year
- iv. *Other Grants and Transfers*- the 61% is due to non-remittances of Invoices by International Organisations within the financial reporting year
- v. *Use of goods and services, Transfer to other government units and acquisition of Assets*- Non-receipt of returns by spending entities to facilitate capturing of A-I-A for donors
- vi. *Proceeds from Foreign Borrowings* -the 46% under realisation relates to non-remittances of support documents from the spending entities for capture in Ifmis within the financial year

The entity financial statements were approved on 31/12/ 2021 and signed by:


~~Principal Secretary~~

Principal Secretary
Susan Mochache, CBS



Deputy Accountant General
Peninah W. Njuguna
ICPAK Member Number: 10661

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

9. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

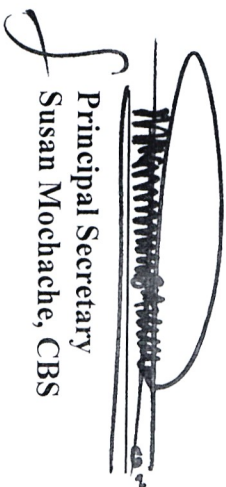
Revenue/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=d-c	% of Utilisation Difference to Final Budget f=d/c %
RECEIPTS			-			
Exchequer releases	48,968,678,518	2,832,810,633.00	51,801,489,151.00	50,129,162,036	1,672,327,115	97%
Proceeds from Sale of Assets	8,082,256,630	750,000,000.00	8,832,256,630.00	4,665,847,582	4,166,409,048	53%
Other Receipts	7,399,750,000	500,000.00	7,400,250,000.00	3,520,703,654	3,879,546,346	48%
Total Receipts	64,450,685,148	3,583,310,633.00	68,033,995,781.00	58,315,713,273	9,718,282,508	86%
PAYMENTS						
Compensation of Employees	11,365,309,998	1,899,214,520.00	13,264,524,518.00	13,325,664,987	(61,140,469)	100%
Use of goods and services	1,378,833,176	472,156,952.00	1,850,990,128.00	1,559,671,191	291,318,937	84%
Transfers to Other Government Units	51,370,679,900	1,175,821,638.00	52,546,501,538.00	43,006,931,680	9,539,569,858	82%
Other grants and transfers	193,152,574	-	193,152,574.00	121,768,280	71,384,294	63%
Social Security Benefits	100,000,000	-	100,000,000.00	25,000,000	75,000,000	25%
Acquisition of Assets	42,709,500	36,117,523.00	78,827,023.00	46,845,629	31,981,394	59%
Grand Total	64,450,685,148	3,583,310,633.00	68,033,995,781.00	58,085,881,767	9,948,114,014	85%
Surplus/Deficit				229,831,506	(229,831,506)	

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Notes:-

i) Acquisition of Assets—the underutilization of 31% respectively relates to non-receipt of returns by spending entities to facilitate capturing of A-I-A for donors.

The entity financial statements were approved on 31/12/ 2021 and signed by:


Principal Secretary
Susan Mochache, CBS


Deputy Accountant General
Peninah W. Njuguna
ICPAK Member Number: 10661

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

10. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Proceeds from Domestic and Foreign Grants	0	5,045,000,000.00	5,045,000,000.00	299,947,089	4,745,052,912	6%
Exchequer releases	43,591,658,194	-389,290,764.00	43,202,367,430.00	32,288,595,172	10,913,772,258	75%
Proceeds from Foreign Borrowings	3,660,325,655	1,807,000,000.00	5,467,325,655.00	2,946,156,251	2,521,169,404	54%
Total Receipts	47,251,983,849	6,462,709,236.00	53,714,693,085.00	35,534,698,512	18,179,994,573	66%
PAYMENTS						
Use of goods and services	9,561,000,000	2,842,896,525.00	12,403,896,525.00	8,657,467,364	3,746,429,161	70%
Transfers to Other Government Units	34,072,518,194	1,008,928,657.00	35,081,446,851.00	23,939,470,286	11,141,976,565	68%
Other grants and transfers	420,000,000	3,530,159,583.00	3,950,159,583.00	1,477,250,686	2,472,908,897	37%
Acquisition of Assets	3,198,465,655	-919,275,529.00	2,279,190,126.00	839,328,508	1,439,861,618	37%
Grand Total	47,251,983,849	6,462,709,236.00	53,714,693,085.00	34,913,516,845	18,801,176,240	65%
Surplus/Deficit	0	-	-	621,181,667	(621,181,667)	

Notes:-

i. Proceeds from Foreign Borrowings – the 46% under realization is due to non-remittances of support documents from the spending entities.

The entity financial statements were approved on _____ 2021 and signed by:


Principal Secretary
Susan Mochache, CBS


Deputy Accountant General
Peninah W. Njuguna
ICPAK Member Number: 10661

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

1. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2021	Adjustments	Final Budget 2021	Actual on comparable basis Date, 2021	Budget utilization difference
	Kshs	Kshs	Kshs	Kshs	Kshs
0401000000- Preventive and Promotive Health Services	11,586,159,825	17,768,366,511	29,354,526,336	15,995,950,997	13,358,575,339
0401010000-Communicable Disease Control	0		0	241,500	(241,500)
0401020000-Health Promotion	496,711,286	(130,000,000)	366,711,286	246,903,027	119,808,259
0401030000-Non-communicable Disease Prevention & Control					
0401040000-Government Chemist	4,322,046,881	3,725,216,237	8,047,263,118	4,458,785,663	3,588,477,455
0401050000-Radiation Protection	141,815,733	0	141,815,733	82,812,801	59,002,932
0401080000-	6,153,335,925	212,628,313	6,365,964,238	5,563,141,404	802,822,834
0401090000-	320,000,000	14,046,380,025	14,366,380,025	5,498,140,424	8,868,239,601
	152,250,000	(85,858,064)	66,391,936	145,926,178	(79,534,242)
0402000000-Curative Health Services	42,409,201,293	2,295,942,488	44,705,143,781	38,734,005,122	5,971,138,659
0402010000-National Referral Services	29,747,699,419	3,347,410,795	33,095,110,214	28,322,556,130	4,772,554,084
0402040000-Forensic and Diagnostics	2,319,452,481	(613,968,307)	1,705,484,174	854,229,975	851,254,199
0402050000-Free Primary Healthcare	7,788,646	0	7,788,646	7,788,646	1
0402060000-	6,205,000,000	0	6,205,000,000	6,204,909,175	90,825
0402090000-	4,129,260,747	(437,500,000)	3,691,760,747	3,344,521,196	347,239,551
0403000000-Health Research and Development	9,927,723,677	(154,055,000)	9,773,668,677	6,433,990,349	3,339,678,328
0403010000-Capacity Building & Training	7,228,434,424	(98,915,000)	7,129,519,424	3,842,290,350	3,287,229,074
0403020000-Research & Innovations	2,699,289,253	(55,140,000)	2,644,149,253	2,591,699,999	52,449,254
0404000000-General Administration, Planning & Support Services	8,532,815,429	139,597,788	8,672,413,217	7,855,914,355	816,498,862
0404010000-Health Policy, Planning & Financing	1,972,278,786	(105,784,034)	1,866,494,752	1,302,262,860	564,231,892
0404020000-Health Standards, Quality Assurance & Standards					
0404030000-National Quality Control Laboratories	328,438,029	258,867,752	587,305,781	456,154,543	131,151,238
0404040000-Human Resource Management	101,901,555	0	101,901,555	101,901,555	0
040505000000-Maternal and Child Health	39,246,768,773	10,003,831,918	29,242,936,855	23,979,537,789	5,263,399,066
0405040000-	23,006,877,059	(8,247,586,836)	14,759,290,223	11,370,347,262	3,388,942,961
0405050000-	273,511,676	(5,485,642)	268,026,034	241,846,590	26,179,444
0405070000-	15,966,380,038	(1,750,759,440)	14,215,620,598	12,367,343,937	1,848,276,661
TOTAL	111,702,668,997	10,046,019,869	121,748,688,866	92,999,398,612	28,749,290,254

12. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (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.

2. Reporting Entity

The financial statements are for the Ministry of Health. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012 and also comprise of the following development projects implemented by the entity:

3. Reporting Currency

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

4. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the Entity for all the years presented.

5. a) Recognition of Receipts

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

- **Tax Receipts**

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

- **Transfers from the Exchequer**

Transfers from the exchequer are 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.

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants and loans 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/loan 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. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30 June 2021, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

- **Other receipts**

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

b) Recognition of payments

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

- **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 paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

- **Interest on Borrowing**

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

- **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.

- **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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

- 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 financial statements.

5. In-kind contributions

In-kind contributions are donations that are made to the Entity 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 Entity 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.

6. Third Party Payments

Included in the receipts and payments, are payments made on its behalf 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 in the statement of receipts and payments as proceeds from foreign borrowings.

7. 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.

Restriction on Cash

Restricted cash represents amounts that are limited/ restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation.

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30 June 2021, this amounted to Kshs 141,913,154 compared to Kshs 109,563,791 in prior period as indicated on note 12.

There were no other restrictions on cash during the year.

8. 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 are 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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

10. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the Entity 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.

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2020 for the period 1st July 2020 to 30th June 2021 as required by Law and there were two supplementary adjustments to the original budget during the year.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

Government 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.

12. Comparative Figures

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

14. 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.

15. Related Party Transactions

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

16. Contingent Liabilities

Section 148 (9) of the PFM Act regulations 2015 requires the Accounting officer of a National Government entity to report on the payments made, or losses incurred, by the National Government entity to meet contingent liabilities as a result of loans during the financial year.

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships, The **Ministry of Health** 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. **Note xx** and *Annex 7* of this financial statement is a register of the contingent liabilities in the year.

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

13. NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2021

1. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	2020-2021	2019-2020
	Kshs	Kshs
Grants Received from Multilateral Donors (International Organisations)		
UNICEF	299,947,089	135,000,000
TOTAL	299,947,089	135,000,000

(The 2019/2020 Multi-lateral Grants are direct payments made by UNICEF as Appropriations in Aid under donor funding)

2. EXCHEQUER RELEASES

Description	2020-2021	2019-2020
	Kshs	Kshs
Total Exchequer Releases for quarter 1	9,047,630,688	8,409,337,562
Total Exchequer Releases for quarter 2	15,742,405,042	15,314,207,074
Total Exchequer Releases for quarter 3	9,644,962,402	21,180,834,255
Total Exchequer Releases for quarter 4	37,962,440,962	38,498,266,614
Total Exchequer Issues-Level 5 Hospitals	4,326,000,000	4,326,000,000
Total Exchequer Issues-DANIDA	854,730,000	1,272,312,500
Total Exchequer Issues-World Bank-THUSCP	3,939,588,116	2,655,779,587
Total Exchequer Issues- User Fees Foregone	900,000,000	900,000,000
TOTAL	82,417,757,209	92,556,737,592

Other Exchequer issues refers to payments made by the National Treasury through the Exchequer account on behalf of MOH budgeted Expenditure. The Ministry received Exchequer issues of Ksh. 82,417,757,209 against the Net approved budget for Vote 1081 of Ksh 95,003,856,581

3. PROCEEDS FROM FOREIGN BORROWINGS

	2020-2021	2019-2020
	Kshs	Kshs
Foreign Borrowing - Direct Payments	2,946,156,251	996,396,872
TOTAL	2,946,156,251	996,396,872

These refers to expenditure of capital in nature received through donor appropriation in Aid

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from the Sale of other Inventories, Stocks and Commodities	4,665,847,582	8,252,948,616
Receipts from the Sale of Inventories, Stocks and Commodities		
TOTAL	4,665,847,582	8,252,948,616

5. OTHER REVENUES

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from Administrative Fees and Charges	3,510,192,122	4,889,943,352
Receipts from Administrative Fees and Charges - Collected as AIA	-	-
Other Receipts Not Classified Elsewhere	10,511,532	882,372
TOTAL	3,520,703,654	4,890,825,724

6. COMPENSATION OF EMPLOYEES

	2019-2020	2019-2020
	Kshs	Kshs
Basic salaries of permanent employees	1,433,608,063	1,058,840,293
Basic wages of temporary employees	9,628,543,253	4,599,179,629
Personal allowances paid as part of salary	2,121,921,609	2,491,375,847
Jun-21 Un captured Salary	141,592,062	-
TOTAL	13,325,664,987	8,149,395,769

7. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Utilities, supplies and services	82,872,973	89,559,262
Communication, supplies and services	11,386,242	16,841,948
Domestic travel and subsistence	108,382,626	42,661,377
Foreign travel and subsistence	1,556,883	3,316,949
Printing, advertising and information supplies & services	6,383,600	7,601,187
Rentals of produced assets	6,210,294,175	6,021,637,158
Training expenses	465,121,890	571,344,476
Hospitality supplies and services	172,318,450	49,444,724
Insurance costs	1,080,329	3,600,000
Specialised materials and services	1,875,001,340	1,041,348,380
Office and general supplies and services	46,717,390	12,407,887
Other operating expenses	1,126,236,453	642,068,146
Routine maintenance – vehicles and other transport equip	16,498,234	15,857,029
Routine maintenance – other assets	51,539,573	55,607,393
Fuel Oil and Lubricants	41,748,397	24,119,853
TOTAL	10,217,138,555	8,597,415,769

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. GRANTS AND TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to National Government entities		
Current Grants to Government Agencies and other Levels of Government- 2630100	42,998,971,347	60,908,048,385
Capital Grants to Government Agencies and other Levels of Government -2630200	18,731,772,116	14,033,842,543
Other Current Transfers, Grants and Subsidies -2640400	7,960,334	21,340,004
Other Capital Grants and Trans -2640500	5,207,698,170	10,581,232,791
TOTAL	66,946,401,966	85,544,463,723

The above transfers were made to the following self-reporting entities in the year:

Description	2020-2021	2020-2021	2020-2021	2020-2021	2019-2020
	Kshs	Kshs	Kshs	Kshs	Kshs
TRANSFERS TO SAGAS AND SCS	AIA	Recurrent Disbursements	Development Disbursements	Totals	Totals
KENYA MEDICAL TRAINING COLLEGE	353,170,926.00	3,011,000,000.00	394,610,000.00	3,758,780,926.00	6,730,886,297.00
KENYATTA NATIONAL HOSPITAL	1,961,160,772.00	10,865,999,999.85	215,854,999.00	13,043,015,770.85	17,096,043,226.15
KENYA MEDICAL RESEARCH INSTITUTE	0.00	2,362,999,998.90	55,140,000.00	2,418,139,998.90	2,363,139,631.00
KENYA MEDICAL SUPPLIES AUTHORITY	3,157,021,196.00	167,362,184.00	3,075,778,733.00	6,400,162,113.00	16,029,919,953.30
MOI TEACHING AND REFERRAL HOSPITAL	2,703,350,000.00	8,018,000,001.00	523,931,465.00	11,245,281,466.00	10,801,343,586.40
NATIONAL AIDS CONTROL COUNCIL	0.00	722,270,000.00	266,475,000.00	988,745,000.00	1,055,180,000.00
KENYATTA UNIVERSITY TEACHING AND REFERRAL HOSPITAL	0.00	1,904,239,910.00	2,894,660,000.00	4,798,899,910.00	1,783,966,150.00
NATIONAL HOSPITAL INSURANCE FUND	0.00	1,862,700,442.00	4,098,000,000.00	5,960,700,442.00	5,789,631,500.00
GENEVA OFFICE-IHO	0.00	38,883,795.00	0	38,883,795.00	37,845,649.50
KENYA MEDICAL PRACTITIONERS AND DENTISTS COUNCIL	0.00	386,950,000.00	-	386,950,000.00	0.00
KENYA NUCLEAR REGULATORY AUTHORITY	0.00	119,579,604.00	-	119,579,604.00	0.00
	8,174,702,894.00	29,459,985,934.75	11,524,450,197.00	49,159,139,025.75	61,687,955,993.35
TRANSFERS TO COUNTY GOVERNMENTS					
7 COUNTIES-USER FEES FOREGONE	0	900,000,000.00	0.00	900,000,000	900,000,000.00
COUNTIES CONDITIONAL GRANTS-ANIDA	0.00	0.00	854,730,000.00	854,730,000	1,272,312,500.00
COUNTIES CONDITIONAL GRANTS-IS-UC	0.00	0.00	3,939,588,116.00	3,939,588,116	2,655,779,587.55
COVID-19 RESPONSE-COUNTY GOVERNMENTS	1,330,270,300.15	0.00	0.00	1,330,270,300	9,011,281,115.60
CONDITIONAL GRANTS-LEVEL FIVE HOSPITALS	0	4,326,000,000.00	0	4,326,000,000	4,326,000,000.00
	1,330,270,300.15	5,226,000,000.00	4,794,318,116.00	11,350,588,416.15	18,165,373,203.15

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

ALBANIANS TO PROJECTS-GOK					-
UNTERPART FUNDING					
ALTH SYSTEMS FOR UNIVERSAL RE PROJECT	-	-	378,206,600.35	378,206,600.35	435,786,616.65
NYA MEDICAL PRACTITIONERS D DENTISTS COUNCIL	-	-	5,594,280.00	5,594,280.00	-
OBAL FUND -MALARIA ROUND 10 - ECIAL	-	-	1,753,760,000.00	1,753,760,000.00	378,985,677.00
OBAL FUND-HIV/AIDS-CURRENT	-	-	437,760,000.00	437,760,000.00	819,516,711.45
OBAL FUND-TUBERCULOSIS-NEW ANT	-	-	246,649,357.35	246,649,357.35	417,710,008.80
Obal Fund GRANT KEN-T-TNT (change Rate Difference)	-	-	84,086.75	84,086.75	61,967,920.75
ANSFORMATIVE HEALTH STEMS-WORLD BANK	-	-	-	-	-
ANSFORMATIVE HEALTH STEMS-MEDICAL SUPPLIES	-	-	20,507,349.00	20,507,349.00	545,316,152.15
ANSFORMATIVE HEALTH STEMS-PROJECT	-	-	310,159,483.75	310,159,483.75	380,527,256.00
ST AFRI. CENTRE OF CELLENCE-GOK	-	-	40,821,808.85	40,821,808.85	15,744,396.00
ST AFRICAN CENTRE OF CELLENCE-A-I-A	451,838,706.70	-	-	451,838,706.70	283,485,317.00
WICEF-IMMUNIZATION VACCINES- AVI	-	-	1,000,000,000.00	1,000,000,000.00	961,000,000.00
COVID-19 VACCINES	-	-	1,645,050,000.00	1,645,050,000.00	-
NATIONAL CANCER INSTITUTE	-	80,000,000.00	0.00	80,000,000.00	14,000,000.00
	451,838,706.70	80,000,000.00	5,838,592,966.05	6,370,431,672.75	4,314,040,055.80
OTHERS					
OLICITOR GENERAL-STATE LAW FFICE	0	0	0.00	-	751,461,683.90
EALTH FINANCE ECRETARIAT(EXPENSES-VARIOUS)	0	7,960,333.60	0	7,960,333.60	8,570,859.00
ADIATION PROTECTION OARD(EXPENSES-VARIOUS)	0	0.00	0	-	12,769,145.00
ENYA RED CROSS	0	0.00	0	-	268,000,000.00
OVERNMENT CLEARING AGENT	0	0	0.00	-	839,780.00
HC PROGRAMME-NATIONAL	0	0.00	0	-	335,453,002.90
ILVER AFRICA TOURS & TRAVEL	0	58,282,519.00	0.00	58,282,519.00	-
	-	66,242,852.60	-	66,242,852.60	1,377,094,470.80
TOTAL	9,956,811,900.85	34,832,228,787.35	22,157,361,279.05	66,946,401,967.25	85,544,463,722.75

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER GRANTS AND TRANSFERS

	2020-2021	2019-2020
	Kshs	Kshs
Scholarships and other educational benefits	3,114,429.00	4,152,572
Emergency relief and refugee assistance	1,595,904,537	3,154,296,199
TOTAL	1,599,018,966	3,159,808,771

10. SOCIAL SECURITY BENEFITS

	2020-2021	2019-2020
	Kshs	Kshs
Government pension and retirement benefits	25,000,000	100,000,000
TOTAL	25,000,000	100,000,000

This refers to disbursements made to Kenyatta National Hospital to cater for Early retirees

11. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Non-Financial Assets		
Construction of Buildings	332,010,654	151,588,886
Refurbishment of Buildings	33,016,760	-
Purchase of Vehicles and Other Transport Equipment	-	6,357,248
Purchase of Office Furniture and General Equipment	15,201,000	-
Purchase of Specialized Plant, Equipment and Machinery	296,066,798	784,628,246
Research, Studies, Project Preparation, Design & Supervision	209,878,926	323,169,685
Sub Total	886,174,137	1,265,744,065
Financial Assets	-	-
TOTAL	886,174,137	1,265,744,065

12A: BANK ACCOUNTS

Name of Bank, Account No. & currency	Amount in bank account currency	Indicate whether recurrent, Development, deposit e.t.c	Exc rate (if in foreign currency)	2020-2021	2019-2020
				Kshs	Kshs
CBK, 1000181688	Shs.	Development	-	673,880,545	201,808
CBK, 1000181478	Shs.	Recurrent	-	103,819,281	3,875,329
CBK 1000181168	Shs.	Deposit	-	141,913,154	109,563,791
Total				919,612,980	113,640,928

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12B: CASH IN HAND

	2020-2021	2019-2020
	Kshs	Kshs
Cash in Hand – Held in domestic currency	2,762,900	3,853,725
Cash in Hand – Held in foreign currency		
Total	2,762,900	3,853,725

Cash in hand analysed as follows:

	2020-2021	2019-2020
	Kshs	Kshs
Location 1 (Ministry Headquarters-Cash Office)	2,762,900	3,853,725
Total	2,762,900	3,853,725

13: ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

Description	2020-2021	2019-2020
	Kshs	Kshs
Government Imprests (ANNEX I)	69,725,097	18,446,372
Other Receivables	5,538,629	-
TOTAL	75,263,726	18,446,372

14. ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Cash Deposits	-	-
Bank Deposits	141,913,154	113,372,292
Total	141,913,154	113,372,292

15. FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank accounts	113,640,928	140,841,550
Cash in hand	3,853,725	629,510
Accounts Receivables	18,446,372	19,890,516
Accounts Payables	(113,372,292)	(140,247,380)
Total	22,568,733	21,114,196

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

16. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Financial statements	Adjusted Balance b/f FY 2018/2019
Description of the error	Kshs	Kshs
Adjustment on Bank account Balances	(4,301,443)	(4,856,984)
Cash in hand	0	0
Accounts Payables	0	0
Adjustment on Receivables	(13,554,010)	(8,769,188)
	(17,855,454)	(13,626,172)

17. CHANGES IN RECEIVABLE

Description of the error	2020 - 2021	2019 - 2020
	KShs	KShs
Outstanding Imprest as at 1 st July 2020 (A)	18,446,372	19,890,516
Imprest issued during the year (B)	51,924,922	1,055,547,423
Imprest surrendered during the Year (C)	(13,544,010)	(1,056,991,567)
Net changes in account receivables D= A+B-C	56,827,284	18,446,372

18. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

Description of the error	2020 - 2021	2019 - 2020
	KShs	KShs
Deposit and Retentions as at 1 st July 2019 (A)	140,247,380	140,247,380
Deposit and Retentions held during the year (B)	0	85,236,120
Deposit and Retentions paid during the Year (C)	(26,875,088)	(112,119,984)
Net changes in account receivables D= A+B-C	113,372,292	113,363,516

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

19. RELATED PARTY DISCLOSURES

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS.

The following comprise of related parties to the Ministry of Health.

- i) Other Ministries Departments and Agencies and Development Projects;
- ii) County Governments; and
- iii) State Corporations and Semi-Autonomous Government Agencies.

Related party transactions:

	2020-2021	2019-2020
	Kshs	Kshs
<u>Transfers to related parties</u>		
Transfers to SCs and SAGAs	49,159,139,025.75	61,687,955,993
Transfers to Development Project	6,370,431,672.75	4,314,040,055
Transfers to County Governments	11,350,588,416.15	18,165,373,203
Other Transfers	66,242,852.60	1,377,094,470
Total Transfers to related parties	66,946,401,967.25	85,544,463,722
<u>Transfers from related parties</u>		
Transfers from the Exchequer	82,417,757,209	92,556,737,593
Total Transfers from related parties	82,417,757,209	92,556,737,593

20. PENDING ACCOUNTS PAYABLE (See Annex II)

	Balance b/f FY 2019/2020	Additions for the period	Paid during the year	Balance c/f FY 2020/2021
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	17,737,152	0	17,737,152	0
Supply of goods	43,208,206	42,839,816	41,237,185	44,810,837
Supply of services	41,596,627,273	147,675,814	41,596,627,273	41,744,303,087
Total	41,657,572,631	190,515,630	41,655,601,610	41,789,113,924

**Reports and Financial Statements
For the year ended June 30, 2021**

PROGRESS ON FOLLOW UP OF PRIOR YEARS AUDITOR'S RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor for Financial Statements of 2018/2019 financial year. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor Report	Management comments	Focal Point person to resolve the issue	Status: (<i>Resolved / Not Resolved</i>)	Timeframe
1	444. Un-Surrendered Old Deposits Balances from Former Ministries The Statement of Assets and Liabilities reflects Cash and Cash equivalent's balance of Kshs. 141, 471,060 as at 30 June, 2019. However, as previously reported, deposits totaling Kshs. 10, 956,141,687 that were held in the bank accounts of the former Ministry of Medical Services and Ministry of Public Health and Sanitation, which were later merged to form the Ministry of Health, were not transferred to the new deposit account contrary to the provisions of Treasury Circular No.AG/CONF.17/01/65 of September, 2013 which required deposits in former Ministries to be analyzed and transferred to new account. Additional information indicate that the bank accounts of the	The matter was discussed in the Public Accounts Committee appearance in September 2021 and the report adopted by Parliament recommended in paragraph 210 that Accounting officer liaise with National Treasury on the modalities of clearing the same. The Ministry had since analyzed and reconciled the two books of Accounts and submitted to the office of the Auditor General.	Joseph K. Koech	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (<i>Resolved / Not Resolved</i>)	Timeframe
	former Ministries were closed on 16 October, 2014 and the Ministry vide letter Ref: No/ACC/AUDIT/12/Vol. II (18) dated 6 March, 2019 sought for approval from The National Treasury to write off the balance. The approval has however, not been granted. Consequently, the validity and accuracy of the reported cash and cash equivalent balance of Kshs. 141, 471,060 as at 30 June, 2019 could not be ascertained.				
2	447. Funds Balances Brought Forward The Statement of Assets and Liabilities reflects a fund balance brought forward of Kshs. 30,802,623 which differs with the closing net financial position balance of Kshs. 31,562,536 reflected in the 2017/18 financial statements resulting in an unexplained difference of Kshs. 759,913. In the circumstance, the accuracy of fund balance brought forwarded of Kshs. 30, 802,623 could not be	The unexplained difference of Kshs. 759, 913 constitutes bank account balances for Recurrent and Development respectively, that were swept back to the exchequer by the National Treasury after the end of the 2017/2018 Financial Year. The recurrent closing balance was Kshs. 314,582. However, the amount swept back by the National Treasury was kshs. 395,398.55(as per the attached transaction slip). The amount was swept back after commencement of new Financial Year 2019/2020 operations, and after a receipt of kshs. 80,815.55 was banked, and	Peninah W.Njuguna	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
	confirmed.	<i>thus the opening balance of Ksh. 30,802,623.00 as reported in the financial statements FY 2018/2019.</i>			
3.	450. Unsupported and Double Payment of Compensation of Employees: Included in compensation of employees figure of Kshs. 7,137,164,779 reflected in the Statement of Receipts and Payments is an amount of Kshs. 3,066,301 whose payment vouchers and other related supporting documents were not provided for audit review.	It is true that an amount of Kshs. 7,137,164,779 was incurred in compensation of employees for 2018/2009 F/Y. <i>The Kshs. 3,066,301</i> worth of payment vouchers and other related supporting documents forwarded to the office of auditor general for audit review. The matter was discussed in the Public Accounts Committee appearance in September 2021 and resolved.	Penina W. Njuguna	Resolved	-
4.	451. Use of Goods	The matter was discussed in the Public Accounts Committee	Jonah Orentiah	Not resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
	Rentals of Produced Assets – Managed Equipment Services (MES) Scheme On 06 February, 2015, the Ministry of Health entered into agreements with five (5) medical contractors for lease of medical equipment to ninety-eight (98) hospitals across the forty-seven (47) counties under the Government Managed Equipment Services (MES) Scheme. The equipment was to be delivered in five (5) lots. The following anomalies were noted; 451.1 Lack of a Needs Assessment Survey Report 451.2 MES Equipment not in Use	appearance in September 2021 and the matter was not resolved. However, the Committee requested for further information as follows and whose responses were provided in the annexes as indicated: 1. Previous report on MES presented to PAC <i>Annex 451.2(a): brief on Managed Equipment Services (MES) project</i> 2. Role of County VS Ministry of Health, including on disbursement of MES funds <i>Annex 451.2(b): MOU's between Ministry of Health and County Governments</i> 3. Confirmation of source of funds <i>Annex 451.2(c): Letter from National Treasury confirming the source of funds</i> 4. Current status MES payments: 5. Counties where equipment are lying idle and why			

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor Report	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
		6. Counties where equipment are being utilized and the output/benefits being achieved by the citizens.			
5.	452. Other Grants and Transfers 452.1 Emergency Relief and Refugee Assistance The Statement of Receipts and Payments reflects payments of Kshs. 180,489,639 for Other Grants and Transfers which, as disclosed in Note 9 to the Financial Statements, include expenditure of Kshs. 176,337,067 on Emergency Relief and Refugee Assistance; out of which kshs. 52,834,587 worth of payment vouchers were not availed for audit. The matter was discussed in the Public Accounts Committee appearance in September 2021 and resolved.	It is true that the Statement of Receipts and Payments reflects payments of Kshs. 180,489,639 for Other Grants and Transfers, which include expenditure of Kshs. 176,337,067 on Emergency Relief and Refugee Assistance; out of which kshs. 52,834,587 worth of payment vouchers were not availed for audit. The matter was discussed in the Public Accounts Committee appearance in September 2021 and resolved.	Peninah W. Njuguna	Resolved	-
6.	453. Acquisition of Assets 453.1 Purchase of Vehicles and	The payment of Kshs. 13,825,000 was made to Toyota Kenya Limited vide payment voucher no. 000023T	Peninah W. Njuguna	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
	Other Transport Equipment The expenditure of Kshs. 1,204,509,178 includes an amount of Kshs. 13, 825,000 incurred on purchase of vehicles and other transport equipment for which payment vouchers were not provided for audit verifications.	and it was in respect of purchase of Motor vehicle model Toyota KDJ-150R GK AEY-VXL Registration Number GK B542U/KCS 006B. The respective payment voucher <i>no.000023T</i> was forwarded to the Auditor General's office for audit verification.			
	453.2 Construction of Buildings Included in the expenditure of Kshs. 1,204,509,178 include an amount of Kshs. 461,740,690 incurred on construction of buildings which includes Kshs. 266,678,188 paid to a contractor. However, the contract agreement and payment vouchers relating to the payment were not provided for audit verification. No explanation was provided for this anomaly.	Included in Kshs. 461,740,690 for construction of buildings was an amount of Kshs. 266,678,188 paid to VAGHJYANI ENTERPRISES for construction of Pediatric Emergency and Burns Management Centre at Kenyatta National Hospital. The two matters were discussed in the Public Accounts Committee appearance in September 2021 and resolved.			
7.	456. Pending Bills As disclosed in Note 17 and Annex 1 to the Financial Statements, pending	The matter was discussed in the Public Accounts Committee appearance in September 2021 and the Committee recommended that the	Benard Kuria	Not Resolved	-

**Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
	bills totaling to Kshs. 41, 925,635,774 were not settled during the FY 2018/2019 but were instead carried forward to 2019/2020 financial year. Further, included in the pending bills of Kshs. 41,925,635,774 is a balance of Kshs. 40,715,355,848 – representing 97.1% of the total pending bills – in respect of court awards and legal fees for which the breakdown and analysis was not provided for audit verification. In the circumstances, the accuracy and validity of pending bills balance of Kshs. 41, 925,635,774 could not be confirmed.	Ministry's Legal Department drafts a proposed amendment bill on the civil cases that aim at curbing the interest rates and any other relevant matter that may facilitate the Committee to follow up with State Law Office.			
8.	453.3 Research, Studies, Project Preparation, Design and Supervision Payment vouchers and related documents for an expenditure of Kshs. 7,178,010 included under Research, Studies, Project preparation, Design and Supervision	Analyses of the payment vouchers amounting to Kshs. 7,178,010 had since been provided during PAC appearance in September 2021 and the matter resolved.	Peninah W.Njuguna	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
	balance of Kshs. 236,609,510 were not provided for audit verification.				
9.	457. Unresolved Prior Year Matter – Transfer to Other Government Units As previously reported, included in other transfers figure of Kshs. 63,911,988 for the year ended 30 June 2018 is an amount of Kshs. 4,855,887 being refund of ineligible expenditure to Global Fund National Tuberculosis Lung Disease (NTLD) project as a result of imprest issued for activities outside the project' work plan in the year 2007.	From the outstanding imprests and advances reported in the audit for financial year 2018/19 of Kshs. 4,432,469 for Global Fund National Tuberculosis Lung Disease (NTLD) programme, an amount of Kshs.1,268,300 was surrendered leaving an outstanding balance of Kshs. 3,305,050. The balance comprised Kshs.2,520,195 outstanding imprests and Kshs. 784,650 advances to defunct provincial administration for BCG vaccines. The new constitution abolished the Provincial administrative units; thus, the former Provincial Directorate of Public Health offices became defunct.	Naumy Kemboi	Not Resolved	-
10.	Provision of Health Care Information Technology (HCIT) solutions for Managed Equipment Service (MES) Project review. On 2 October, 2017, the Ministry entered into a contract with an ICT	The afore mentioned issue has an active court case.	Jonah Onentiah	Not Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (<i>Resolved / Not Resolved</i>)	Timeframe
	firm for provision of health care information technology solutions for the Managed Equipment Service Project (MES) Scheme at a contract sum of Kshs. 4.9 billion. The project was to take five (5) years commencing on the contract date and was to cover ninety-eight (98) hospitals under the Government's Managed Service (MES) plan. The project's scope entailed provision of health care information technology solutions including software and hardware interfaces, training and on-going maintenance.				
11.	Computed Tomography (CT) Scanners Included in the receipts and payments figure of ksh. 2,392,695,718 as at 30th June 2018 is an expenditure on acquisitions of assets of ksh. 1,740,000.000 under specialized plant, equipment and machinery paid for CT Scanners, which was 20% of the contract value paid as a condition precedent for Kenyan government to obtain a loan; and no procurement	The matter was discussed in The Public Accounts Committee appearance on 19th of May 2021 and the following documents requested for by the committee attached. Annex 5(a) - List of Delegation Mission Travel to China Annex 5(b) - Copies of payment vouchers and Travel Clearance for the officers, and the contract between	Dr.Laban Nthiga	Not Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
	documents provided at the time of conclusion of the audit review.	<i>the Government of the Republic of Kenya through the Ministry of Health and Neusoft Medical Systems for supply and installation of the CT Scanners and The Due Diligence report for the Ministry of Health</i>			
12.	Proposed upgrading of Othaya District Hospital The Ministry awarded a contract for the upgrading of facilities at Othaya District Hospital at a price of ksh. 436,300,798.80 which was later revised to ksh. 501,745,918.50. As at 21 st February 2014, the cumulative payments were Ksh. 501,745,918.70 or 99.9% and 192 weeks had elapsed out of contract period of 123 weeks.	The matter was discussed in the Public Accounts Committee appearance in September 2021 and resolved. However, the Committee requested for a policy on establishment of referral hospitals as well as guidelines on the taking over of referral hospitals, and the following documents requested for by the committee provided. <i>Annex 2(a): Draft cabinet memo on the establishment of a National Referral Hospitals Authority (NRHA)</i> <i>Annex 2(b): Draft Legal notice on the State Corporations Act (cap 446)</i>	Dr.Sirengo	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe
13	Long outstanding county debts The Ministry only managed to recover an amount of Ksh. 14,837,973,349 out of the 19,208,279,767 long outstanding County Debts paid as salaries on behalf of the county government; leaving a balance of Ksh. 4,370,306,417 which has remained outstanding to date.	The Ministry is not obligated to recover the long outstanding debt since the budget expenditure lapsed in the financial year 2013/2014. The national treasury with the approval of parliament may consider to factor this in the budget for the counties to be able to pay.	Joseph K. Koech	Not Resolved	-
14.	Irregular payment on portable clinics	The matter was discussed in The Public Accounts Committee	Laban Nthiga	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

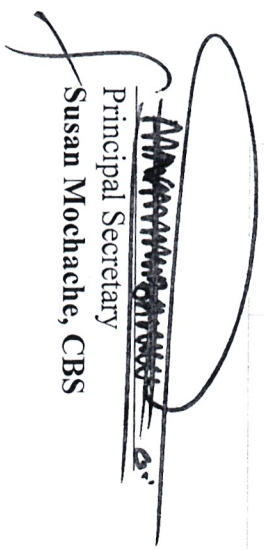
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (<i>Resolved / Not Resolved</i>)	Timeframe
	The contract for supply of portable medical clinics elapsed in financial year 2015/2016 despite the fact that the contract has not been executed. The ministry also paid a sum of Ksh. 800,000,000 before installing, commissioning and handing over, therefore contravening the contractual agreement and thus, no possibility to determine whether the government obtained value for money for the expenditure.	appearance on 19 th of May 2021 and the matter resolved. However, the Committee requested for the Ethics and Anti –corruption letter granting the Ministry authority to distribute the portable clinics. <i>Annex 4-Authority letter from EACC for Acquisition and distribution of the Portable clinics</i>			
15	463. Lack of Audit Committee The Committee requested to be furnished with information as to why the Audit Committee chair resigned.	After the appointment of the chair to the Audit Committee, and before the Committee could take off, the chair got appointed to another Committee in another Ministry. In accordance to the Public Finance Management (PFM Act), the said chair could not be in two Committees at the same time. The Ministry has since	Edward O. Were	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor Report	Management comments	Focal Point person to resolve the issue	Status: (<i>Resolved / Not Resolved</i>)	Timeframe
		appointed a new Audit Committee with a Chair and the Committee is active.			
16	445. Bank Balances 445.1 Recurrent Account 445.2 Development Account: 445.3 Deposit Account The Recurrent, Development and Deposit bank balances reflects unexplained variances at the end of the reporting period resulting to an unaccounted for balances, and thus affecting the validity of the Financial Statements.	The matter was discussed in the Public Accounts Committee appearance in September 2021 and various Accounting Documents presented reflecting the reconciliations and adjustments between the cash book and bank statements for both the recurrent, Development and Deposit. The Ministry had since analyzed and reconciled the books of Accounts and submitted to the office of the	Joseph K. Koech	Resolved	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

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


Principal Secretary
Susan Mochache, CBS


Deputy Accountant General
Peninah W. Njugunah
ICPAK Member Number: 10661

ANNEXES

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

SN	PAYEE	AMOUNT	REMARKS
1	HERMANOS SYSTEMS	17,180,000.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
2	LIBRATECH VERSATILE SOLUTIONS	5,424,000.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
3	PEAK PERFORMANCE INTERNATIONAL LIMITED	1,948,800.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
4	JUNHA MARKET VENTURES	4,010,800.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
5	BLUE STREAM ENTERPRISES	737,578.67	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
6	DANGOTE TECHNOLOGIES LIMITED	3,052,238.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
7	HILLEY CONSULTANTS LTD	1,351,293.10	MONEY RETURNED DUE TO WRONG BANK DETAILS
8	JOYLIN INVESTMENTS	490,000.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
9	STADOLE INTERNATIONAL LIMITED	2,374,038.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
10	PETMART SERVICES LIMITED	3,689,946.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
11	VOOMANTICS KENYA	11,700.00	COULD NOT BE PROCESSED DUE TO CLOSURE OF PAYMENT MODULE
12	PHARO GENERAL MERCHANTS	578,353.45	RETURNED FUNDS DUE TO WRONG BANK DETAILS
13	CASTEL TECHNOLOGIES	487,448.30	RETURNED FUNDS DUE TO WRONG BANK DETAILS

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

	LIMITED		
14	GIJAY GENERAL SUPPLIES	1,503,620.70	RETURNED FUNDS DUE TO WRONG BANK DETAILS
15	FAIDI HEALTHCARE LIMITED	1,971,020.70	PENDING BILL 2019/2020-RETURNED FUNDS DUE TO WRONG BANK DETAILS
16	PARTEC EAST AFRICA LTD	824,932,000.00	INSUFFICIENT FUNDS
17	VARIOUS COURT CASE AWARDS	40,919,371,087.35	INSUFFICIENT BUDGETARY PROVISION
		41,789,113,924.27	

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 2- LIST OF OUTSTANDING IMPRESTS

P/NO	NAME OF OFFICER	AMOUNT
1975092454	FRANCIS KURIA KERUNGE	62,000.00
1978028242	MARTIN MUNYAO MUTISO	2,480.00
1979117638	NANCY SALOME ATIENO	35,200.00
1980034005	BENSON OKENO OKIOMA	200,000.00
1981086479	KEPHA MOGERE OMBACHO	183,800.00
1982053534	RICHARD MWIHIA KIBOCHA	16,000.00
1982065701	JOHN OLUOCH NYAMUNI	28,000.00
1982087606	JOHN KAHIGA MACHARIA	126,000.00
1983060267	PATRICK WANJUKI WARUTERE	55,400.00
1983074559	AGNES JAMES NGINA	98,800.00
1984004688	ANSELMINA CIRINDI MURIANKI	113,474.00
1984058239	JOHNNY MWENDWA MUSYOKA	115,500.00
1984059895	HANNAH NYOKABI GITUNGO	45,000.00
1984126723	PETER ONGORO	100,000.00
1985034084	MAALIM ABDULLAH IBRAHIM	50,400.00
1985053402	PAULINE KATHUGU NGARI	28,000.00
1985078216	GRACE NYABOKE ATANDI MAINYE	133,600.00
1985080946	SALESIOUS KIRUNJA IGNATIUS	52,500.00
1985102007	TIMOTHY N. WAKIAGA	100,800.00
1986025614	RUTH ATIENO KOGA	386,582.00
1986068808	ALICE SIFUMA NGONI	106,543.00
1986069854	SAMUEL MARINDICH KIGEN	100,800.00
1986073196	JOSEPH LIBONDO MUHAMBI	29,400.00
1986098683	MARGARET NGIMA KARIUKI	10,000.00
1987067449	ALEXANDER KITHENDU KISYANGA	54,400.00
1987067944	JACKSON GITHINJI MURIITHI	235,160.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

1987070264	STEPHEN MATIBA NJAMA	48,000.00
1987071529	DANIEL MUISYO KAVOO	57,600.00
1987074797	MARY WAIRIMU WANGAI	52,500.00
1987105970	DANIEL NJAGINYAGA	500
1987118842	JOSEPHINE WANJIKU MWAURA	24,500.00
1988076221	SAMSON KINYOSI MOSIERE	50,400.00
1988079685	JOSPAT NJERU MBUVA	29,400.00
1988083642	ANTONY MAINA KIHARA	80,000.00
1988118510	CAROLINE MUMBI RUHIU	1,578,500.00
1989057149	CHARITY MUTHONI MURUGU	20,000.00
1989059426	NYAMANYA KOMBO	126,000.00
1989075189	DANIEL ODHIAMBO OGWAYO	109,200.00
1989079531	PETER KUNGU KAMAU	578,400.00
1989132363	ALICE AKINYI OLANGO	239,000.00
1990008048	JOSEPHINE MUTHONI MUTHAMBARI	29,852.00
1990013302	LYDIA WAMBUI WARUI	21,000.00
1990026054	CATHERINE WANGARI NGANGA	809,818.00
1990027822	GEORGE NJUKU MARARO	32,200.00
1990033873	WAMBUA MUSEE MUSEE	189,000.00
1990058386	DAVID NJUE KANJI	537,782.00
1990077746	EDWIN MBURU MUNIU	104,300.00
1990101333	GRACE AMAI WASIKE	1,326,800.00
1990109161	ERICK LANGAT KECHEI	800
1990118801	BENARD ONYANGO ODINDO	35,600.00
1990137392	JOYCE WAMBUI NJONGORO	308,800.00
1990139580	ALICE NJERI MULWA	1,508,500.00
1990145858	ZACHARY ODHIAMBO ALOYO	46,200.00
1990149234	ALICE NJERI CHEGE	609,000.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

1990157596	ROSE WAMUYU NDANA	4,295,000.00
1991019571	DAVID NGATI WAMBUA	71,000.00
1991042443	EDWARD ODHIAMBO OLOO WERE	1,000.00
1991064372	WAMBUA KONGO KINAI	201,700.00
1991069631	JUDITH AWINJA ALUORA	8,800.00
1991076442	NATHANIEL NAKUTI MUTEKWA	1,533,000.00
1991077870	GLADYS BOERA KEMUMA	40,000.00
1991078892	BELINDA WANJIRU KATHIGA	20,000.00
1991080881	MARGARET WANGUI GITAU	103,600.00
1991098046	LYDIA OLANGA OCHWANYI	20,000.00
1992005745	JOSPHINE MWELU MAWA	45,669.00
1992023476	ALICE SHIHUNDU	67,200.00
1992031209	ROSE WANJIKU WAMBU	22,400.00
1992031461	PAUL MALUSI	50,400.00
1992047226	IDAH PAM OMBURA	55,400.00
1992050326	JANE SARANGE MOGIRE	100,400.00
1992053926	FRANCIS ODUOR OUMA	157,500.00
1993020057	JULIUS OSANA THOMAS OGATO	85,600.00
1993020780	PATRICK OMWANDA AMOTH	68,400.00
1993020798	KIGEN BARMASAI BARTILOL	63,000.00
1993021312	CHARLES KIPLAGAT KANDIE	268,000.00
1993058327	EUNICE CHESIRE	258,400.00
1994005076	MIRIAM WAMOTHO MURIITHI	52,500.00
1994007426	GEORGE OTIENO AYIERA	126,000.00
1994013223	ALBERT DEQUIRE MOKUA	75,600.00
1994013794	JAMES KIPKOECH LELEY	449,768.00
1994032007	BETH MUTHONI GIKONYO	12,600.00
1994033207	SAMSON CHEGE THUO	1,176,600.00

**Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021**

1994035055	ANTHONY MUNGAI WAINAINA	52,500.00
1994036661	ANNASTASIA KATUVEE MUANGE	70,200.00
1994053443	CHRISTINE KARIMI YEGON	55,400.00
1994072243	HENRY MWAUURA GAKIO	63,000.00
1995004798	PACIFICAH KERUBO ONYACHA	180,400.00
1995034379	JACOB ANDREW TORO	77,600.00
1995034670	JULIUS KIAMA MUNYIRI	21,000.00
1995058137	FLORENCE AKINYI OTIENO YONGA	430,000.00
1995058632	CHRISTINE WANGECHI MIANO	25,200.00
1995075935	PETER KARIUKI KIARAHU	12,600.00
1995087445	FAHAD MUTHEE	63,000.00
1996006183	JOYCE KWAMBOKA MOKUA	30,000.00
1996006620	AGATHA MUKHWANA SAVINI	20,000.00
1996012281	STEPHEN KHAEMBA WAMBULWA	331,140.00
1996025577	WILLY KIMUTAI CHEPTOO	1,533,000.00
1996109711	ANNE WAMBUI NGANG'A	42,000.00
1996109915	DAVID GICHERU KARIUKI	1,749,000.00
1996110039	SIMON KIPCHIRCHIR KIBIAS	60,000.00
1996110102	ISAAC MWANGI KIMANI	73,500.00
1996110128	DULACHA EJERSA WAQO	187,863.90
1996120563	LUKA MUSAU MWAKA	29,400.00
1997001275	MUKINA ROSALIA KALANI	291,900.00
1997003510	ABDULLAH KIMOGOL GOBANAE	41,600.00
1997007069	JUDITH RHODA NASENGO	105,000.00
1997009142	GLADYS NYOKABI MUCEE	21,000.00
1997011953	AGNES WANDII KISUNGA	1,233,600.00
1997013450	ERNEST KIPKOECH SOME	1,675,000.00
1997016296	IRENE JEMUTAI ORGUT	53,400.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

1997022001	HELGAR KASWII MUTUA	44,000.00
1997077713	MAURICE NYONGESA WAKWABUBI	557,800.00
1997079626	BRADFORD WABWIRE SIKALI	540,000.00
1997084320	WILSON CHERUIYOT BOR	16,800.00
1997087158	DANIEL KIPNYANGO KONGAI	53,200.00
1997087174	TECLA JEPKEMBOI KOGO	1,559,200.00
1997087637	IRENE NACHIRO FAITH MWATSAMA	42,000.00
1997091979	EDWINA MILLICENT ANYANGO	1,553,500.00
1997092909	WAQO GUFU BORU	306,400.00
1998010683	SOPHIA MUTHONI NGUGI	179,280.00
1998010798	FRANCIS KILONZO MUMA	346,000.00
1998043270	REBECCA JEMUTAI KIPTUI	35,200.00
1999005576	EMMA WANJUGU NDIRANGU	100,000.00
1999006580	ANNA MUEKE MUANGE	308,800.00
1999006742	RISPAH ITENYO LUMIDI	53,600.00
1999047285	ISSACK M BASHIR	112,000.00
1999048037	PETER KIHARA KAMAU	21,000.00
1999048972	MARTIN SIRENGO WAFULA	52,500.00
1999049059	ATHANASIUS KASERA OCHIENG	1,024,700.00
2000002599	STEPHEN KHABEKO MULESHE	1,118,000.00
2000002905	LABAN MACHIRA THIGA	186,400.00
2001052872	CATHERINE RACHEL AHONGE	1,861,300.00
2001059565	SAMUEL KAZI KADIVANE	52,500.00
2001059824	MWANGI WANGECHI ANNE	20,000.00
2002031803	ROSE BEATRICY ROTICH	258,400.00
2003000122	FRED ONGERA ONSONGO	64,800.00
2003002823	ANNE JEPCHUMBA KENDAGOR	56,400.00
2003007035	VIC COBURN KATHURIMA	38,500.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

2003007043	JAMES KURIA GITAU	49,000.00
2003007611	JACK OPIYO NGONGA	150,000.00
2003034537	LEONARD B DOYLE	133,400.00
2003037103	AMOS OMONDI OYOKO	413,750.00
2003040392	GEORGE GATUHA NJORGE	315,000.00
2003042409	STEPHEN KUTWA SANGOLO	42,000.00
2003047247	CONSOLATA MARI OGGOT	147,000.00
2003047718	KEFA MAKOYO BOTA	102,600.00
2003070012	GIDEON KIPCHUMBA	36,800.00
2004003741	NGOSI MUTHOKA NICHOLAS	29,400.00
2004003929	NICKSON WACHIRA NYAGA	91,700.00
2004014807	DICKSON ABDALLA LUGONZO	212,000.00
2004019302	JAQUELINE ESTHER ANYANGO RESSA	25,200.00
2004022884	MAUREEN KAMENE KIMENYE	212,000.00
2005001425	LYNDAH AWUOR MAKAYOTO	622,377.50
2005002112	AISHA OMAR MOHAMED	334,000.00
2005004928	HARRISON GACHIGUA KURIA	105,000.00
2005005063	EVANS MBUGUA KAMAU	16,800.00
2005022861	JULIUS PAULO OMOSA	142,400.00
2005046459	ISAAC MWANGI KAMAU	400
2005046475	MICHAEL SILA NGALAKA	112,700.00
2005046483	REAGAN MUINDE KINIU	65,200.00
2005062243	ABDIKADIR SHEIKH MOHAMED	283,094.40
2006040317	MARY NJERI NGURIMU	50,400.00
2006040561	WICKLIPIH IMBWAGA AGUFANA	1,547,000.00
2006041876	CYRIL KEAH	1,595,500.00
2006060018	JOHN KAMAU MAINA	323,900.00
2006087157	EVERLYNE MWAJUMA ETEMESI	2,521,900.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

2007006811	JENNIFER WAMBUI MUNENE	30,000.00
2007010844	LEAH AKOTH ABURA	20,000.00
2007011044	NURSELINE ONSONGO	45,000.00
2007013305	JOSEPH LENAI KAMARIO	64,000.00
2007017472	DRUSILLA WAIRIMU RUHII	2,000.00
2007030527	TIMOTHY OKOTH OWINO	967,900.00
2007041065	ESTHER MUTHONI JOHN	50,000.00
2007056979	FREDRICK ODHIAMBO	362,400.00
2007072153	JUDITH NAMONO OKUTE	42,000.00
2007074058	ALBERT KINYANJUI	135,800.00
2007074115	REUBEN MARIGA GWARO	25,200.00
2007127887	TIPIS KUYA	98,000.00
2008000355	EUNICE MUTHONI NYAGA	30,000.00
2008015546	VITALIS OCHIENG JUMA	25,200.00
2008016047	JONAH ONENTIA MAGARE	105,000.00
2008035944	DAVID KINYANJUI NJUGUNA	127,600.00
2008042501	NANCY V. BONARERI MAKORY	42,000.00
2008042666	GEORGE SAMUEL KADONDI KASERA	212,000.00
2008042789	ANN P. MUTHONI GICHU	838,000.00
2008087137	ERIC MWANGI NDERITU	851,400.00
2008097954	BENTER ACHIENG OGOLA	204,800.00
2008098968	REGINA WANJIRA KARONJI	30,000.00
2008100260	ORUTWA CROBERS ONYANCHIA	49,000.00
2009009132	SAMSON OKUMU MAKOKHA	25,200.00
2009009221	STEPHEN OBURU OGECHI	29,400.00
2009043801	EVELYNN NJERI CHEGE	469,800.00
2009045015	ESTHER NYAMBURA MUIंगा	46,200.00
2009047423	PURITY WAHINYA GATONYE	73,500.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

2009057779	MOSES KIARIE RANJII	20,000.00
2009059925	JACOB KYALO KITAVI	200
2009061168	DORIS WANGUI GITHUA	65,000.00
2009062300	JOYCE LUTOMIA MUTETE	37,800.00
2009108481	DENNIS HOSSAN AJUK	44,800.00
2009111549	SAMWEL KIPSANG MAIYO	36,000.00
2009125603	JOSEAH KOSGEY KIPNGENO	112,000.00
2010000573	ROBERT SINNI MASIBO	50,400.00
2010000785	VAINORA KERUBO OTWORI	1,522,500.00
2010001210	CATHERINE WANGUI KIMIRA	134,400.00
2010001333	NELSON KIRAGU KANDE	25,200.00
2010003880	JOSPHINE MWANGO MOGAKA	222,000.00
2010005264	ABDULLAHI HASSAN OSMAN	92,774.75
2010005507	SHADRACK IRUNGU NDEGWA	29,400.00
2010005670	ADHIAMBO LUDY OLUOKO	114,400.00
2010010104	MAUREEN NYAMBURA KIMANI	291,940.00
2010011655	SOLOMON MATIKO RIRO	68,400.00
2010030780	HILARY KIPRONO MURREY	16,800.00
2010030934	DAVID MUTHOMI GITUMA	16,800.00
2010031621	OMAR AWADH ABEID	105,000.00
2010037025	JOSEPHINE NYAMBURA GITHAIGA	1,939,200.00
2010041121	SWABAHA BAISHE BAKARI	26,400.00
2010041545	ATHANAS O OMONYI	679,600.00
2010055984	STEPHEN MBUGUA KABORO	133,400.00
2010056011	BENSON MURIMI WACHERA	20,000.00
2010105886	RHODA MUENI KIILU	102,000.00
2010105959	RICHARD NTHENGE MUTUA	98,000.00
2010121604	PETER WAMAI WANJOHI	839,800.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

2010124513	ANN NTINYARI	30,000.00
2011000039	JOYCATHERINE NYAMBURA NJERU	1,449,000.00
2011003605	ANNETTE BOSIBORI OMWOYO	93,000.00
2011009724	DEBRA RABERA KENYANYA	252,000.00
2011242365	PATRICIA WARIARA MUTURI	10,000.00
2012006889	IRENE BONARERI MANYIBE	26,048.00
2012034689	DENNIS NYANDWARO ORINA	126,000.00
2013024423	JAPHETH ATHANASIO ONG'OR OMONDI	300
20140084359	ELIJAH MAKONO OMBATI	157,500.00
2014017717	IAN WERE CHESSA	42,000.00
20150071828	WILFRED MUTUNGA KOMU	111,650.00
2015038185	ALLAN NJUGUNA KARIUKI	19,600.00
2015095742	TERRY CHELANGAT ROTICH	94,000.00
2016000116	SHELDON BEIGSEN MBANDU	65,000.00
2016000325	MICHAEL MAURICE OGOSSE	65,000.00
2016004503	MARY WANJIKU MUGUNDA	126,000.00
2016004510	AGNES WAYUA KYALO	1,764,000.00
2016008894	STELLA NALIKA GEMO	868,000.00
2018100168	JAWAHIR BUTHUL SHURIE	87,200.00
2018100175	MOLEEN CHEPTOO	20,000.00
2018100182	FELIX MULATI	410,700.00
2018100199	MICHEAL MURITHI WANJOHI	35,000.00
2018107372	ALI MWAKOMBO CHITSOMA	16,800.00
2019000256	FRANCIS ONDICHU MOTIRI	74,150.00
20200012871	JULIA WAMBUI MBUTHIA	201,600.00
20200029179	PATRICK NGUNJIRI GATURIA	660,000.05
20200038453	WANGAI KIMARU MAINA	27,500.00
20200099637	Timothy Mburugu Gikunda	485,000.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

20200192215	GIDEON KIBET KIGEN	14,700.00
342941	PAUL KIPKORIR MUTAI	34,300.00
96113744	ROSE. NAFULA MUDIBO	1,244,300.00
GLOBALFUND	ROSE WANJIRU MUTHEE	45,000.00
		<u>69,725,096.60</u>

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES- DEPOSITS

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 30th June,2021	Outstanding Balance 30th June 2020
		a	b	c		d=a-c
Amounts due as Retention Monies						
BLUE STREAM ENTERP.	10%Retention	1,088,645	4-Jul-17	1,088,645	-	-
BLUE STREAM ENTERP.	10%Retention	1,180,324	24-Jul-17	1,180,324	-	-
LUNAO ENTERPRISES	10%Retention	1,024,369	30-Jun-17	-	1,024,369	1,024,369.00
LUNAO ENTERPRISES	10%Retention	231,498	30-Jan-17	-	231,498	231,498.00
BOWL PLUMBERS	10%Retention	593,176	30-Jan-17	-	593,176	593,176.00
SASAH CONSTRUCTION	10%Retention	622,028	16-Aug-17	-	622,028	622,028.00
SASAH CONSTRUCTION	10%Retention	16,550	16-Aug-17	-	16,550	16,550.00
GLAMA ELECTRICALS	10%Retention	128,320	30-Jan-17	-	128,320	128,320.00
GLAMA ELECTRICALS	10%Retention	1,236,795	30-Jan-17	412,706	824,090	824,089.50
SUNJUA BUILDERS	10%Retention	322,205	29-Aug-17	-	322,205	322,205.00
SUNJUA BUILDERS	10%Retention	66,373	21-Jul-17	-	66,373	66,373.00
SUNJUA BUILDERS	10%Retention	38,074	10-Jul-17	-	38,074	38,074.00
VAGHIYANI ENTERP.	10%Retention	2,858,725	27-Jul-17	-	2,858,725	2,858,725.00
PONG AGENCIES	10%Retention	175,406	25-Jul-17	175,406	-	-
REFCON ENGINEERING	10%Retention	259,774	13-Jul-17	-	259,774	259,774.00
Thammwa Building Ltd	10%Retention	723,077	11/3/2017	-	723,077	723,077.00
Savoy Contractors	10%Retention	247,500	18-Apr-18	-	247,500	247,500.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Prokure Contractors	10%Retention	740,000	18-Apr-18	-	740,000	740,000.00
Interlink Industries	10%Retention	65,749	13-Jun-18	-	65,749	65,749.00
Sender Services Ltd	10% Retention	953,763	15-Nov-17	833,768	119,995	119,995.00
PACIFICONINVESTENTS	10%Retention	956,703	18-Oct-18	-	956,703	956,703.00
SOOL ENTERPRISES	10% Retention	1,045,896	18-Oct-18	-	1,045,896	1,045,896.00
BRIMA CONTRACTORS	10%Retention	162,817	18-Oct-18	-	162,817	162,817.00
INTERLICK INDISTRIES	10%Retention	847,266	18-Oct-18	-	847,266	847,266.00
HOMROS HLDINGS	10% Retention	612,237	18-Oct-18	-	612,237	612,237.00
SAACHIN INVESTMENTS	10%Retention	570,105	18-Oct-18	-	570,105	570,105.00
WHITESPAN ENTERPRISES	10% Retention	410,657	18-Oct-18	-	410,657	410,657.00
YASHOM CONTRACTORS	10%Retention	402,295	18-Oct-18	-	402,295	402,295.00
SHIMA GROUP LTD	10%Retention	392,179	18-Oct-18	-	392,179	392,179.00
SAMBEATS INVESTMENTS	10% Retention	321,411	18-Oct-18	-	321,411	321,411.00
GAJESH ENTERPRISES	10%Retention	232,290	18-Oct-18	-	232,290	232,290.00
KAMKAM LTD	10% Retention	175,044	18-Oct-18	-	175,044	175,044.00
ROBCONSULT DESIGN	10%Retention	142,135	18-Oct-18	-	142,135	142,135.00
BRIMA CONTRACTORS	10%Retention	937,815	11-Oct-18	-	937,815	937,815.00
NASSAN BLD	10% Retention	73,862	11-Oct-18	-	73,862	73,862.00
SAMOKAHAFI AGENCY	10%Retention	130,995	11-Oct-18	-	130,995	130,995.00
BIMSPORT MAINTAINACE	10% Retention	273,438	11-Oct-18	-	273,438	273,438.00
DAVEMART ENTERPRISES	10%Retention	307,656	11-Oct-18	-	307,656	307,656.00
SACRED VENTURES	10%Retention	385,867	11-Oct-18	-	385,867	385,867.00
SORENTO INVESTMENTS	10% Retention	446,201	11-Oct-18	-	446,201	446,201.00
YASMOH CONSTRUCTION	10%Retention	514,835	11-Oct-18	-	514,835	514,835.00
DULLAH LTD	10% Retention	529,117	11-Oct-18	-	529,117	529,117.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

HARMOS ENTERPRISES	10%Retention	602,681	11-Oct-18	-	602,681	602,681.00
U&S CAPITAL	10%Retention	640,234	11-Oct-18	-	640,234	640,234.00
PRAMIGO HOLDINGS	10% Retention	662,266	11-Oct-18	-	662,266	662,266.00
SEPTTECK CONTRUTIONS	10%Retention	708,940	11-Oct-18	-	708,940	708,940.00
HALGO TRADERS	10% Retention	722,163	11-Oct-18	-	722,163	722,163.00
KENRICK INVESTMENTS	10%Retention	882,052	11-Oct-18	-	882,052	882,052.00
WHITESPAN ENTERPRISES	10%Retention	1,090,516	11-Oct-18	-	1,090,516	1,090,516.00
GARISSA BROTHERS COUTR	10% Retention	1,117,988	11-Oct-18	-	1,117,988	1,117,988.00
FOROLE BUILDINGS	10%Retention	1,275,121	11-Oct-18	-	1,275,121	1,275,121.00
ROBCONSULT DESIGN	10% Retention	142,135	16-Oct-18	-	142,135	142,135.00
TANEEM GEN.SUP	10%Retention	187,974	16-Oct-18	-	187,974	187,974.00
KENEDY'S CONSTRUCTION	10%Retention	746,668	16-Oct-18	-	746,668	746,668.00
TANEEM GEN.SUP	10% Retention	157,752	24-Oct-18	-	157,752	157,752.00
GAJESH GEN.STORES	10%Retention	264,843	24-Oct-18	-	264,843	264,843.00
SAMBEATS INVESTMENTS	10% Retention	321,411	24-Oct-18	-	321,411	321,411.00
HANLKER RENTERPRISES	10%Retention	554,845	24-Oct-18	-	554,845	554,845.00
MARSABIT CENTRAL CONT	10%Retention	790,055	31-Oct-18	-	790,055	790,055.00
INTERLUCK INDUSTRIES	10% Retention	422,679	31-Oct-18	-	422,679	422,679.00
ROBCONSULT DESIGN	10%Retention	153,934	31-Oct-18	-	153,934	153,934.00
ECO PARTERS LTD	10% Retention	972,935	16-Nov-18	-	972,935	972,935.00
WHITESPAN ENTERPRISES	10%Retention	297,068	30-Nov-18	-	297,068	297,068.00
FAMO CONSTRUCTION	10%Retention	1,653,464	14-Dec-18	-	1,653,464	1,653,464.00
INTERLUCK INDUSTRIES	10% Retention	702,014	14-Dec-18	-	702,014	702,014.00
INTERLUCK INDUSTRIES	10%Retention	951,498	14-Dec-18	-	951,498	951,498.00
BASHIN TRANSPORT	10% Retention	484,010	24-Jan-19	-	484,010	484,010.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

DIANI CORNERS	10%Retention	181,324	24-Jan-19	-	181,324	181,324.00
SAMANTO ENTERPRISES	10%Retention	392,839	28-Feb-19	-	392,839	392,839.00
VALLARTA ENGINEERING	10% Retention	297,104	14-Mar-19	-	297,104	297,104.00
INTERLICK INDUSTRIES	10%Retention	403,732	14-Mar-19	-	403,732	403,732.00
INTERLICK INDUSTRIES	10% Retention	521,861	14-Mar-19	-	521,861	521,861.00
HADHAN AGENCIES	10%Retention	890,041	14-Mar-19	-	890,041	890,041.00
TITII BLD COURT	10%Retention	1,049,210	28-Mar-19	-	1,049,210	1,049,210.00
KARACHI H/WARE	10% Retention	1,123,267	28-Mar-19	-	1,123,267	1,123,267.00
GAKUO COUNTY &NET COURT	10%Retention	1,324,867	28-Mar-19	-	1,324,867	1,324,867.00
NAJULA CIVIL BLDG	10% Retention	1,510,060	28-Mar-19	-	1,510,060	1,510,060.00
HAMIOS ENTERPRISES	10%Retention	909,507	28-Mar-19	-	909,507	909,507.00
GREEN EDEN LTD	10%Retention	823,784	28-Mar-19	-	823,784	823,784.00
EIBUH CO.LTD	10% Retention	1,185,109	28-Mar-19	-	1,185,109	1,185,109.00
NEPTECK CONSTRUCTION	10%Retention	632,476	28-Mar-19	-	632,476	632,476.00
NIFFCOM LTD	10% Retention	447,686	28-Mar-19	-	447,686	447,686.00
DIBE MARCHANTS	10%Retention	368,830	28-Mar-19	-	368,830	368,830.00
DOVE INVESTMENTS	10%Retention	309,800	28-Mar-19	-	309,800	309,800.00
FAMO CONTRACTORS	10% Retention	1,239,867	28-Mar-19	-	1,239,867	1,239,867.00
ECO PARTERS LTD	10%Retention	1,056,475	28-Mar-19	-	1,056,475	1,056,475.00
BILAL LTD	10% Retention	1,004,501	28-Mar-19	-	1,004,501	1,004,501.00
SAMOKAHAF A AGENCY	10%Retention	221,907	4-Mar-19	-	221,907	221,907.00
GUBBA INVESTMENTS	10%Retention	974,059	4-Mar-19	-	974,059	974,059.00
REETZA BLD &CONST	10% Retention	248,926	4-Apr-19	-	248,926	248,926.00
SOOL ENTERPRISES	10%Retention	965,538	10-Apr-19	-	965,538	965,538.00
PHEMA TECHNOLOGIES	10% Retention	461,307	10-Apr-19	-	461,307	461,307.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

SAFI INVESTMENTS	100%Retention	613,784	18-Apr-19	-	613,784	613,784.00
MARSABIT CENTRAL CONT	100%Retention	288,947	18-Apr-19	-	288,947	288,947.00
HOMROS HOLDINGS LTD	100% Retention	401,357	18-Apr-19	-	401,357	401,357.00
FOROLE BUILDINGS CONST	100%Retention	621,243	18-Apr-19	-	621,243	621,243.00
SORENTO INEST	100% Retention	710,833	18-Apr-19	-	710,833	710,833.00
RENRIC INVEST	100%Retention	740,567	18-Apr-19	-	740,567	740,567.00
HALGO TRADERS	100%Retention	860,651	18-Apr-19	-	860,651	860,651.00
AHKAM INVEST	100% Retention	934,144	18-Apr-19	-	934,144	934,144.00
MARA JOINT COURT	100%Retention	1,101,667	18-Apr-19	-	1,101,667	1,101,667.00
N &S CAPITAL	100% Retention	1,695,985	18-Apr-19	-	1,695,985	1,695,985.00
SACRED VENTURES	100%Retention	653,064	30-Apr-19	-	653,064	653,064.00
SHIMA GROUP LTD	100%Retention	1,005,481	15-May-19	-	1,005,481	1,005,481.00
PACIFICONNINVESTENTS	100% Retention	647,015	15-May-19	-	647,015	647,015.00
BRIMA CONSTRUCTION	100%Retention	299,093	23-May-19	-	299,093	299,093.00
KENNEDY'S CONSTRUCTORS	100% Retention	497,067	23-May-19	-	497,067	497,067.00
HAISON COMPUTINGS	100%Retention	305,533	23-May-19	-	305,533	305,533.00
HODHAN AGENCY	100%Retention	1,573,359	23-May-19	-	1,573,359	1,573,359.00
GARISSA BROTHERS COURT	100% Retention	1,914,860	24-May-19	-	1,914,860	1,914,860.00
NGIMU POWER ENG	100%Retention	115,206	24-May-19	-	115,206	115,206.00
MARSABIT CENTRAL CONT	100% Retention	44,692	25-Jun-19	-	44,692	44,692.00
ROBCONSULT DESIGN	100%Retention	136,641	26-Jun-19	-	136,641	136,641.00
ROBCONSULT DESIGN	100%Retention	124,212	26-Jun-19	-	124,212	124,212.00
BIMSPORT MAINTAINACE	100% Retention	147,389	26-Jun-19	-	147,389	147,389.00
ROBINS &ROBINS COURT	100%Retention	520,182	26-Jun-19	-	520,182	520,182.00
INTERLUCK INDUSTRIES	100% Retention	1,211,962	28-Jun-19	-	1,211,962	1,211,962.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

INTERLICK INDUSTRIES	10%Retention	884,591	28-Jun-19	-	884,591	884,591.00
SACHIN INVESTMENTS	10%Retention	675,725	29-Jun-19	-	675,725	675,725.00
SACHIN INVESTMENTS	10% Retention	1,074,183	29-Jun-19	-	1,074,183	1,074,183.00
GREEN EDEN LTD	10%Retention	597,777	29-Jun-19	-	597,777	597,777.00
GREEN EDEN LTD	10% Retention	188,878	29-Jun-19	-	188,878	188,878.00
SAMBEATS INVESTMENTS	10%Retention	173,972	29-Jun-19	-	173,972	173,972.00
SAMBEATS INVESTMENTS	10%Retention	78,014	29-Jun-19	-	78,014	78,014.00
WHITESPAN ENTERPRISES	10% Retention	197,215	29-Jun-19	-	197,215	197,215.00
WHITESPAN ENTERPRISES	10%Retention	170,960	29-Jun-19	-	170,960	170,960.00
ROBCONSULT DESIGN	10% Retention	190,673	29-Jun-19	-	190,673	190,673.00
ROBCONSULT DESIGN	10%Retention	128,566	29-Jun-19	-	128,566	128,566.00
BISHIN TRANSPORTERS	10%Retention	433,550	29-Jun-19	-	433,550	433,550.00
BISHIN TRANSPORTERS	10% Retention	393,345	29-Jun-19	-	393,345	393,345.00
NAJULA CIVIL &BLDG	10%Retention	967,936	29-Jun-19	-	967,936	967,936.00
GUBBA INVESTMENTS	10% Retention	1,044,716	29-Jun-19	-	1,044,716	1,044,716.00
U&S CAPITAL	10%Retention	1,157,439	29-Jun-19	-	1,157,439	1,157,439.00
PRAMIGO HOLDINGS	10%Retention	138,570	29-Jun-19	-	138,570	138,570.00
YASMOH CONSTRUCTION	10% Retention	468,015	29-Jun-19	-	468,015	468,015.00
SAFI INVESTMENTS	10%Retention	314,371	29-Jun-19	-	314,371	314,371.00
INTERMASS TEC	10% Retention	522,877	29-Jun-19	-	522,877	522,877.00
DOVE INVESTMENTS	10%Retention	155,542	29-Jun-19	-	155,542	155,542.00
SACRED VENTURES	10%Retention	231,535	29-Jun-19	-	231,535	231,535.00
GARISSA BROTHERS COURTS	10% Retention	731,945	29-Jun-19	-	731,945	731,945.00
SORRENTO INEST	10%Retention	326,032	29-Jun-19	-	326,032	326,032.00
BIMSPORT MAINTAINACE	10% Retention	339,558	29-Jun-19	-	339,558	339,558.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

HANLKAR ENTERPRISES	10%Retention	370,110	29-Jun-19	-	370,110	370,110.00
DIANI CORNERS	10%Retention	410,861	29-Jun-19	-	410,861	410,861.00
MARSABIT CENTRAL CONT	10% Retention	412,350	29-Jun-19	-	412,350	412,350.00
BILAL LTD	10%Retention	488,085	29-Jun-19	-	488,085	488,085.00
SOOL ENTERPRISES	10% Retention	582,948	29-Jun-19	-	582,948	582,948.00
FOROLE BLDG CONST	10%Retention	641,167	29-Jun-19	-	641,167	641,167.00
AHKAM INVEST	10%Retention	644,242	29-Jun-19	-	644,242	644,242.00
HALGO TRADERS	10% Retention	688,020	29-Jun-19	-	688,020	688,020.00
SHAJUBA ENTERP	10%Retention	486,856	29-Jun-19	-	486,856	486,856.00
LILAAF COURT	10% Retention	301,594	29-Jun-19	-	301,594	301,594.00
MECOY CONSULT	10%Retention	82,751	29-Jun-19	-	82,751	82,751.00
BOUNTY SUPPLIES	10%Retention	256,264	29-Jun-19	256,264	(0)	(0.40)
MECOY CONSULT	10% Retention	348,881	29-Jun-19	-	348,881	348,881.00
NEWTON KARK COURT	10%Retention	415,165	29-Jun-19	-	415,165	415,165.00
NEWTON KARK COURT	10% Retention	478,544	29-Jun-19	-	478,544	478,544.00
THAMWA BLD SVCS	10%Retention	493,623	29-Jun-19	-	493,623	493,623.00
MECOY CONSULT	10%Retention	983,089	29-Jun-19	-	983,089	983,089.00
TECHNIQUES GEN SUPP.	10% Retention	1,028,478	29-Jun-19	432,231	596,247	596,247.00
TOP CHOICE SERVAILLANCE	10%Retention	1,656,400	29-Jun-19	1,301,844	354,556	354,555.90
MILIKI PER.CO.LTD	10% Retention	2,032,955	29-Jun-19	2,000,000	32,955	2,032,955.00
MILIKI PER.CO.LTD	10%Retention	5,623,071	29-Jun-19	-	5,623,071	5,623,071.00
HAISOR COMPUTING AND TECH	10%Retention	165,956	15-Aug-19	158,035	7,920	7,920.35
ELDORATA CONSTRUCTION	10%Retention	827,658	15-Aug-19	-	827,658	827,657.70
THUAMA BUILDING SERVICES	10%Retention	359,363	15-Aug-19	-	359,363	359,363.05
MIKA INVESTMENTS	10%Retention	41,119	15-Aug-19	-	41,119	41,119.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

MECOY CONSULTANTS	10%Retention	249,189	15-Aug-19		249,189	249,188.85
SYNGERITA E.A	10%Retention	254,600	30-Aug-20		254,600	254,600.00
HIGH VIEW CONTRACTOR	10%Retention	1,077,026	27-Dec-19	1,077,026	-	-
MILIKI DEV CO	10%Retention	4,845,238	7-Jan-20		4,845,238	4,845,238.20
MILIKI DEV CO	10%Retention	3,545,306	7-Jan-20		3,545,306	3,545,306.40
MECOY LTD	10%Retention	217,821	29-Apr-20		217,821	217,821.10
MILIKI DEV.CO.	10%Retention	7,394,986	30-Jun-20		7,394,986	7,394,986.35
MILIKI DEV CO	10%Retention	2,906,107	30-Jun-20	2,906,107	-	2,906,106.70
DELIGENT TECH	10%Retention	494,207	30-Jun-20	494,207	0	494,207.40
LUNAO ENTERPRISE	10%Retention	817,080	30-Jun-20		817,080	817,079.90
MECOY CONSULTANT	10%Retention	119,489	30-Jun-20		119,489	119,489.30
MECOY CONSULTANT	10%Retention	78,741	30-Jun-20		78,741	78,741.15
MECOY CONSULTANT	10%Retention	53,403	30-Jun-20		53,403	53,402.80
FELAM GENERAL MERCHANTS				1,800,000	(1,800,000)	-
UPSCALE SOLUTIONS				1,937,500	(1,937,500)	-
MEGASCOPE HEALTHCARE		1,602,860	21-Dec-21	1,602,860	-	-
NEWTON KARK COURT	10%Retention	224,168	25-Jun-21		224,168	-
BARCO CONSTRUCTION COMPANY	10%Retention	1,770,000	25-Jun-21		1,770,000	-
MILIKI DEVELOPMENT COMPANY	10%Retention	5,215,704			5,215,704	-
PEWANJO ENTERPRISES	10%Retention	175,177			175,177	
SMARTBRIC MARKETS	10%Retention	217,200			217,200	
LOAN FORWARD VENTURES	10%Retention	237,850			237,850	
SMARTBRIC MARKETS	10%Retention	332,095			332,095	
SEVEN SPEED	10%Retention	406,603			406,603	
ELDORATA CONSTRUCTION	10%Retention	1,316,270			1,316,270	

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

EACON CONSTRUCTION	10%Retention	47,937				47,937	
MTEJU AGENCIES	10%Retention	2,144,550				2,144,550	
PETMART SERVICES	10%Retention	224,563				224,563	
CLIFF MAX ENTERPRISES	10%Retention	83,614				83,614	-
YASMAH CONSTRUCTION	10%Retention	247,050				247,050	-
HODHAN AGENCIES	10%Retention	446,057				446,057	
PETMART SERVICES	10%Retention	446,467				446,467	
NEOSCOPE ARCH SYSTEMS	10%Retention	1,359,536				1,359,536	
NOTHERN DYNAMICS	10%Retention				179,210	(179,210)	
						-	
						-	
						-	
						-	
						-	
Sub-Total		144,613,857			17,836,133	126,777,724	121,199,908
General Deposits							
Radiation Board- 2019/20		16,601,945		15-Aug-19	84,757,174	(68,155,229)	(68,155,229.15)
Radio analysis 2020/21		259,054		31-Aug-21	-	259,054	-
G.E (E.A)		18,826,345		20-Dec-18	-	18,826,345	18,826,345.00
VECTOR BORNE		250,810		20-Dec-18	95,409	155,401	155,401.00
VIBHUTI PONDA		10,000		24-Jan-19	-	10,000	10,000.00
MALA NISHIO		10,000		24-Jan-19	-	10,000	10,000.00
AMEET CHANDRA		10,000		24-Jan-19	-	10,000	10,000.00
MANGNET STOWER		10,000		31-May-19	-	10,000	10,000.00
JACKLYNE WAMALWA		20,000		13-Jun-19	-	20,000	10,000.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

E.A.P.H.L.N Project		331,895	15-Aug-19	5,903,417	(5,571,522)	(5,571,522.25)
CBK EFT		27,180,655	15-Aug-19	-	27,180,655	25,264,288.35
LAWRENCE M. NZAMBU		1,430,839	30-Aug-19	-	1,430,839	1,430,838.60
CHARLOTTE SALAME MWANZIA		3,306,873	30-Aug-19	-	3,306,873	600,000.00
STATE DEPARTMENT FOR GENDER		204,000	18-Oct-19		204,000	204,000.00
LAWRENCE M. NZAMBU		529,306	20-Dec-19		529,306	529,306.40
EQURA HEALTH (K)		7,410	18-Feb-20		7,410	7,410.00
KRA		1,655	27-Feb-20		1,655	1,655.00
MERCY MWANGANGI		173,871	29-Apr-20		173,871	173,871.00
CBK SPORTS FUND		14,118,000	30-Jun-20	14,118,000	-	-
YES TELKOM		1,024,821	30-Jun-20		1,024,821	1,024,820.70
MOFA		3,500,000	30-Jun-20		3,500,000	3,500,000.00
TENDER WITHDRAWALS		-	31-Aug-20	1,150,000	(1,150,000)	-
KAMAL PATNI		10,000	30-Sep-20		10,000	-
TENDER WITHDRAWALS		-	30-Sep-20	250,000	(250,000)	-
POLYCAR WELLENS CENTRE		20,000	30-Oct-20		20,000	-
ELEGANT CARE		10,000	30-Oct-20	-	10,000	-
DR HAMISI KOT		10,000	30-Oct-20	-	10,000	-
LI CHUAN		10,000	30-Oct-20	-	10,000	-
R.H PALMER		10,000	21-Dec-20	-	10,000	-
PESHNA SHAH		10,000	21-Dec-20	-	10,000	-
Dr KIM SUN		10,000	22-Jan-21		10,000	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

DR JONG GWAN		10,000	22-Jan-21		10,000	-
DR RINJONG HWA		10,000	22-Jan-21		10,000	-
DR PAK HYE SIM		10,000	22-Jan-21		10,000	-
PAMELA KIAMA			5-Feb-21	1,240,225	(1,240,225)	-
JEAN GITAU			5-Feb-21	2,259,775	(2,259,775)	-
SANKAL REDNEKER		10,000	25-Feb-21		10,000	-
LEE SUNG GYO		10,000	25-Feb-21		10,000	-
PAMELA EVERLYNE		10,000	25-Feb-21		10,000	-
ALLY AMIRAL		10,000	25-Feb-21		10,000	-
MARIE LONICE		10,000	18-Mar-21		10,000	-
JIAN HOU		10,000	18-Mar-21		10,000	-
AGARWAL AMEET		10,000	18-Mar-21		10,000	-
MURRAY MWANGI		10,000	18-Mar-21		10,000	-
RACHEL NJERI GITAU		74,750	18-Mar-21		74,750	-
DR SHAH ANUPA		10,000	23-Mar-21		10,000	-
DR SUBMISSIONS		30,000	1-Apr-21		30,000	-
GUO JUN		10,000	29-Apr-21		10,000	-
PETER MUTHUE		10,000	27-May-21		10,000	-
CHEN ZHOU		10,000	23-Jun-21		10,000	-
CATHERINE MUDAVADI		10,000	23-Jun-21		10,000	-
SALLY KARUKI		10,000	23-Jun-21		10,000	-
MIHIR SHAH		10,000	25-Jun-21		10,000	-
MANJI TAYAH		10,000	25-Jun-21		10,000	-
PS MOH TENDER		(3,675,366)	30-Jun-20	485,000	(4,160,366)	(3,675,366.00)
					-	-

**Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021**

								-	-
								-	-
								-	-
								-	-
Sub-Total		84,516,862			110,259,000	(25,742,138)	(25,634,181)		
Other General Deposits									
STAFF DEDUCTION 2018/19		4,850,715			7,642,807	(2,792,092)	(282,038.00)		
MWALIMU CENTRE		300	"		-	300	300.00		
WEFR		50	"		-	50	50.00		
MEDICAL DRIVER ASS.		30	"		-	30	30.00		
SWA FORFEIGN		400	"		-	400	400.00		
" SHERIA		500	"		-	500	500.00		
NCC JAMII		200	"		-	200	200.00		
FIDELITY INSUR		679	"		-	679	679.00		
PHARMACEUTICAL SACCO		1,668	"		-	1,668	1,668.00		
FINE SURCHARGES		1,409	"		-	1,409	1,409.00		
RADIATION MOH		200	"		-	200	200.00		
MASS FUND		320	"		-	320	320.00		
O/PAYMENT		220,297	"		-	220,297	220,297.00		
SALARY ADVANCE		46,493	"		-	46,493	46,493.00		
TRAINING LEVY		10,015	"		-	10,015	10,015.00		
PROVIDENT FUND		10,731	"		-	10,731	10,731.00		
WEFR		50	"		-	50	50.00		
HAZINA HOUSING		100	"		-	100	100.00		

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

RATIONS MASS				200	"	-	200	200.00
NCC JAMII				200	"	-	200	200.00
MWALIMU CENTRE				300	"	-	300	300.00
SWA SHERIA				500	"	-	500	500.00
FINE SURCHERGEN				1,409	"	-	1,409	1,409.00
TRAINING LEVY				11,015	"	-	11,015	11,015.00
WASA SACCO				12,795	"	-	12,795	12,795.00
TRAINING LEVY				11,015	"	-	11,015	11,015.00
SALARY ADVANCE				51,522	"	-	51,522	51,522.00
CAR ADVANCE				102,239	"	-	102,239	102,239.00
O/PAY				165,000	"	-	165,000	165,000.00
FIDELITY INSUR				679	"	-	679	679.00
MEDICAL DRIVERS ASS.				300	7-Aug-18	-	300	300.00
MWALIMU CENTRE				30	7-Aug-18	-	30	30.00
MEDICAL DRIVERS ASS.				30	7-Aug-18	-	30	30.00
WEFR				50	7-Aug-18	-	50	50.00
HAZINA HOUSING				100	7-Aug-18	-	100	100.00
NCC JAMII				200	7-Aug-18	-	200	200.00
MWALIMU CENTRE				300	7-Aug-18	-	300	300.00
SWA SHERIA				500	7-Aug-18	-	500	500.00
FIDELITY INSUR				679	7-Aug-18	-	679	679.00
SURCHARGEN				1,409	7-Aug-18	-	1,409	1,409.00
TRAINING LEVY				11,015	7-Aug-18	-	11,015	11,015.00
WASA SACCO				12,795	7-Aug-18	-	12,795	12,795.00
SURCHANGEN				1,409	7-Aug-18	-	1,409	1,409.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

O/PAY			86,700	7-Aug-18	-	86,700	86,700.00
SALARY ADVANCES		81,648	7-Aug-18	-	81,648	81,648.00	
TRAINING LEVY		222,221	7-Aug-18	-	222,221	222,221.00	
WASA SACCO		12,615	7-Aug-18	-	12,615	12,615.00	
TRAHAWEL SHG		250	7-Aug-18	-	250	250.00	
MWALIMU CENTRE		300	7-Aug-18	-	300	300.00	
FIDELITY INSUR		679	7-Aug-18	-	679	679.00	
MWALIMU CENTRE		30	7-Aug-18	-	30	30.00	
WEFR		50	7-Aug-18	-	50	50.00	
HAZINA HOUSING		100	7-Aug-18	-	100	100.00	
NCC JAMII		200	7-Aug-18	-	200	200.00	
RATIONS MASS		200	7-Aug-18	-	200	200.00	
PHAMACITICAL SACCO		1,668	14-Dec-18	-	1,668	1,668.00	
WEFR		50	14-Dec-18	-	50	50.00	
HAZINA HOUSING		100	14-Dec-18	-	100	100.00	
RATIONS MASS		200	14-Dec-18	-	200	200.00	
MWALIMU CENTRE		300	14-Dec-18	-	300	300.00	
MEDICAL DRIVERS		300	14-Dec-18	-	300	300.00	
FIDELIOTY INSUR		679	14-Dec-18	-	679	679.00	
FINE SURCHARGE		1,409	14-Dec-18	-	1,409	1,409.00	
WASA SACCO		12,525	14-Dec-18	-	12,525	12,525.00	
TRAINING LEVY		27,747	14-Dec-18	-	27,747	27,747.00	
TRAHAWEL SHG		250	31-Dec-18	-	250	250.00	
RATIONAL MASS		200	31-Dec-18	-	200	200.00	
WEFR		50	31-Dec-18	-	50	50.00	

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

MEDICAL DRIVER ASS.			30	31-Dec-18	-		30	30.00
TRAINING LEVY		27,747		31-Dec-18	-		27,747	27,747.00
FINE SURCHARGEN		1,409		31-Dec-18	-		1,409	1,409.00
WASA SACCO		795		31-Dec-18	-		795	795.00
FIDELITY INSUR		300		31-Dec-18	-		300	300.00
MWALIMU CENTRE		1,047,549		31-Dec-18	-		1,047,549	1,047,549.00
IMPREST RECOVERY		300		31-Dec-18	-		300	300.00
MASS FUND		200		31-Dec-18	-		200	200.00
MASS FUND		63,700		31-Dec-18	-		63,700	63,700.00
W /POKOT COUNTY		56,231		31-Dec-18	-		56,231	56,231.00
SALARY ADVANCE		100		31-Dec-18	-		100	100.00
HAZINA HOUSING		200		31-Dec-18	-		200	200.00
MASS FUND		200		28-Feb-19	-		200	200.00
TRAHAWAL SHG		250		28-Feb-19	-		250	250.00
IMPREST RECOVERY		1,260,349		28-Feb-19	-		1,260,349	1,260,349.00
MEDICAL DRIVERS		30		28-Feb-19	-		30	30.00
WEFR		50		28-Feb-19	-		50	50.00
RATIONS FUND		200		28-Feb-19	-		200	200.00
NCC JAMII		200		28-Feb-19	-		200	200.00
KMTC		250		28-Feb-19	-		250	250.00
KMTC		300		28-Feb-19	-		300	300.00
MWALIMU CENTRE		300		28-Feb-19	-		300	300.00
WASA SACCO		795		28-Feb-19	-		795	795.00
FINE SURCHANGEN		1,409		28-Feb-19	-		1,409	1,409.00
TRAINING LEVY		27,747		28-Feb-19	-		27,747	27,747.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

O/PAY			133,657		28-Feb-19	-		133,657	133,657.00
IMPREST RECOVERY			520,668		28-Feb-19	-		132,668	520,668.00
SALARY ADVANCE			32,201		28-Feb-19	-		32,201	32,201.00
MEDICAL DRIVERS			30		28-Feb-19	-		30	30.00
MASS FUND			300		28-Feb-19	-		300	300.00
FIDELTY INSUR			679		13-Mar-19	-		679	679.00
MEDICAL DRIVERS			30		13-Mar-19	-		30	30.00
WEFR			50		13-Mar-19	-		50	50.00
NCC JAMII			200		13-Mar-19	-		200	200.00
MASS/KMTC			250		13-Mar-19	-		250	250.00
MWALIMU CENTRE			300		13-Mar-19	-		300	300.00
SWA SHERIA			500		13-Mar-19	-		500	500.00
FINE SURCHARGEN			1,409		13-Mar-19	-		1,409	1,409.00
TRAINING LEVY			12,105		13-Mar-19	-		12,105	12,105.00
SALARY ADVANCE			18,197		13-Mar-19	-		18,197	18,197.00
TRAINING LEVY			23,747		13-Mar-19	-		23,747	23,747.00
SALARY ADVANCE			32,201		13-Mar-19	-		32,201	32,201.00
O/PAY REC.			111,647		13-Mar-19	-		111,647	111,647.00
O/PAY REC.			20,000		13-Mar-19	-		20,000	20,000.00
IMPREST RECOVERY			213,827		13-Mar-19	-		213,827	213,827.00
COTU			54,700		13-Mar-19	-		54,700	54,700.00
MEDICAL DRIVERS			30		28-Mar-19	-		30	30.00
WEFR			50		28-Mar-19	-		50	50.00
NCC JAMII			200		28-Mar-19	-		200	200.00
TRAHAWEI. SHG			250		28-Mar-19	-		250	250.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

MWALIMU CENTRE			300	28-Mar-19	-	300	300.00
SHERIA SACCO		500		28-Mar-19	-	500	500.00
FIDEKTY SACCO		1,409		28-Mar-19	-	1,409	1,409.00
PROVIDENT FUND		12,105		28-Mar-19	-	12,105	12,105.00
SALARY ADVANCE		18,197		28-Mar-19	-	18,197	18,197.00
TRAINING LEVY		23,747		28-Mar-19	-	23,747	23,747.00
SALARY ADVANCE		32,201		28-Mar-19	-	32,201	32,201.00
COTU		54,700		28-Mar-19	-	54,700	54,700.00
O/PAY REC		111,647		28-Mar-19	-	111,647	111,647.00
IMPREST RECOVERY		213,823		28-Mar-19	-	213,823	213,823.00
KMTC MASS FUND		300		28-Mar-19	-	300	300.00
THE MONARCH		5,811		28-Mar-19	-	5,811	5,811.00
FIDELITY INSUR		679		28-Mar-19	-	679	679.00
NCC JAMII		200		15-May-19	-	200	200.00
RATIONS		200		15-May-19	-	200	200.00
TRAHAWEL SHG		250		15-May-19	-	250	250.00
MWALIMU CENTRE		300		15-May-19	-	300	300.00
SWA SHERIA		500		15-May-19	-	500	500.00
FINE SURCHAGEN		1,409		15-May-19	-	1,409	1,409.00
TRAINING LEVY		19,747		15-May-19	-	19,747	19,747.00
SALARY ADVANCES		32,201		15-May-19	-	32,201	32,201.00
FINE SURCHAGEN		46,630		15-May-19	-	46,630	46,630.00
IMPREST REC.		6,454,154		15-May-19	1,006,000	5,448,154	5,448,154.00
MEDICAL DRIVERS		30		15-May-19	-	30	30.00
WEFR		50		15-May-19	-	50	50.00

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

MWALIMU CENTRE			300	15-May-19	-	300	300.00
SWA SHERIA		500	15-May-19	-	500	500.00	
FIDELTY INSUR		679	15-May-19	-	679	679.00	
MONARCH INSUR		5,811	15-May-19	-	5,811	5,811.00	
MEDICAL DRIVERS		30	25-Jun-19	-	30	30.00	
TRAHAWEL SHG		250	25-Jun-19	-	250	250.00	
TRANSPORT W/F		500	25-Jun-19	-	500	500.00	
FIDELITY INSUR		679	25-Jun-19	-	679	679.00	
FINE SURCHERGEN		1,409	25-Jun-19	-	1,409	1,409.00	
O/PAY		1,700	25-Jun-19	-	1,700	1,700.00	
MONARCH INS		5,811	25-Jun-19	-	5,811	5,811.00	
O/PAY		6,000	25-Jun-19	-	6,000	6,000.00	
TRAINING LEVY		19,747	25-Jun-19	-	19,747	19,747.00	
SALARY ADVANCE		32,001	25-Jun-19	-	32,001	32,001.00	
IMPREST RECOVERY		334,303	25-Jun-19	-	334,303	334,303.00	
WEFR		50	25-Jun-19	-	50	50.00	
NCC JAMII		200	25-Jun-19	-	200	200.00	
RATIONS		200	25-Jun-19	-	200	200.00	
MWALIMU CENTRE		300	25-Jun-19	-	300	300.00	
RATIONS MASS		300	25-Jun-19	-	300	300.00	
FINE SURCHARGEN		1,409	29-Jun-19	-	1,409	1,409.00	
TRAINING LEVY		19,747	29-Jun-19	-	19,747	19,747.00	
SALARY ADVANCE REC		41,238	29-Jun-19	-	41,238	41,238.00	
O/PAY RAC		300,184	29-Jun-19	-	300,184	300,184.00	
IMPREST REC		929,366	29-Jun-19	-	929,366	929,366.00	

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

Unpaid July-19 Deductions			915,692	15-Aug-19		915,692	915,692.20
AUG-19 DEDUCTIONS		77,403		12-Sep-19		77,403	77,403.35
TOWER SACCO		-		16-Sep-19	295,335	(295,335)	(295,335.00)
SEP-19 DEDUCTIONS		41,975		18-Oct-19		41,975	41,974.65
OCT-19 DEDUCTIONS		181,040		19-Nov-19		181,040	181,039.65
NOV-19 DEDUCTIONS		592,571		20-Dec-19		592,571	592,570.95
DEC-19 DEDUCTIONS		1,635,701		27-Dec-19		1,635,701	1,635,700.50
DEC-19 DEDUCTIONS		42,292		7-Jan-20		42,292	42,292.15
JAN-20 DEDUCTIONS		784,068		17-Feb-20		784,068	784,067.55
KIFEDHA		-		27-Feb-20	30,680	(30,680)	(30,680.00)
FEB-20 DEDUCTIONS		997,167		12-Mar-20		997,167	997,166.70
NATIONAL TREASURY		-		31-Mar-20	3,141,159	(3,141,159)	(3,141,159.00)
MAR-20 DEDUCTIONS		582,187		31-Mar-20		582,187	582,187.45
APR-20 DEDUCTIONS		676,058		8-May-20		676,058	676,058.05
MAY-20 DEDUCTIONS		124,377		17-Jun-20		124,377	124,377.45
JUN-20 DEDUCTIONS		262,220		30-Jun-20		262,220	262,220.45
JUL-20 DEDUCTIONS		430,714		31-Aug-20	-	430,714	-
AUG-20 DEDUCTIONS		235,897		30-Sep-20	-	235,897	-
SEP-20 DEDUCTIONS		294,793		30-Oct-20		294,793	-
HARAMBEE SACCO		83,501		6-Nov-20		83,501	-
OCT-20 DEDUCTIONS		927,308		23-Nov-20		927,308	-
NOV-20 DEDUCTIONS		9,854,340		21-Dec-20		9,854,340	-
DEC-20 DEDUCTIONS		3,061,025		22-Jan-21		3,061,025	-
JAN-21 DEDUCTIONS		2,632,374		25-Feb-21	2,535,224	97,150	-
FEB-21 DEDUCTIONS		1,154,561		18-Mar-21	1,619,400	(464,839)	-

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

IMPREST CLAIM				23-Mar-21	91,000	(91,000)	-
THE NATIONAL TREASURY				23-Mar-21	7,500,767	(7,500,767)	-
MAR-21 DEDUCTIONS			16,721,274	29-Apr-21	674,218	16,047,056	-
APR-21 DEDUCTIONS			3,671,242	27-May-21	902,700	2,768,542	-
MAY-21 DEDUCTIONS			230,292	23-Jun-21	819,000	(588,708)	-
JUN-21 DEDUCTIONS			2,647,385	25-Jun-21	147,000	2,500,385	-
2019 UNPAID DEDUCTIONS			431,393	30-Jun-21		431,393	-
						-	-
Sub-Total			67,670,841		26,405,291	40,877,549	15,688,816
Grand Total			160,152,229		154,500,424	141,913,136	111,254,543

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f 2019/2020 (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year	Historical Cost c/f (Kshs) 2020/2021
Buildings and structures	151,588,885	365,027,414	-	-	516,616,299
Transport equipment	36,544,320		-	-	36,544,320
Office equipment, furniture and fittings	2,622,800	15,201,000	-	-	17,823,800
ICT Equipment	13,813,330		-	-	13,813,330
Machinery and Equipment	784,628,246	296,066,798	-	-	1,080,695,044
Intangible assets	323,169,684	209,878,926	-	-	533,048,610
Total	1,312,367,266	886,174,137	-	-	2,198,541,403

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the Ministry, Department or Agency. Additions during the year should ties to note 11 on acquisition of assets during the year

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 5 – LIST OF PROJECTS IMPLEMENTED BY THE MINISTRY OF HEALTH

Ref	Project Name	Principal activity of the project	Accounting Officer	Project consolidated in these financial statements(Yes/no)
1	East African Public Health Networking Project	Providing national laboratory services in research, and consultancy	Dr. Jackson M.Kioko	Yes
2	Global Fund -Malaria	Manage and invest money to combat the destructive Malaria disease.	Dr. George Githuka	Yes
3	Global Fund HIV Aids Funding	Reduce HIV Infections and AIDs Related Diseases	Dr.Wafula	Yes
4	Global Fund Tuberculosis	Reduce transmission and enhance the quality care	Dr. Osman Wargo	Yes
5	Transforming Health Systems for Universal Care Project	Improve Primary Health care	Dr. Isaac Kimani	Yes
6	East Africa Centre of Excellence	Training, Research and Service Delivery	Dr. Martin Sirengo	Yes
7	UNICEF-Immunization Vaccines-GAVI	Increasing access to immunization/Donor Assistance in Health and Immunisation		Yes
8	COVID-19 Emergency Response Project	Aims to prevent, detect and respond to the threat posed by COVID-19 and strengthen national systems for public health preparedness	Dr. Ann Nga'ng'a	Yes
9	National Quality Control Laboratory	Medicine Quality Standard		Yes

ANNEX 6 – LIST OF SCs, SAGAs AND PUBLIC FUNDS UNDER THE MINISTRY OF HEALTH

Ref	SC, SAGA or Public Fund's name	Principal activity of entity	Accounting Officer	Amount transferred during the year	Inter- entity reconciliations done?(yes/no)
A	Transfers to SAGAs				
1	Kenyatta National Hospital	A public, tertiary, referral hospital for the Ministry of Health	Ms.Susan Mochache	11,743,832,001.55	Yes
2	Moi Teaching And Referral Hospital	Range of services to clients including; Oncology services, Renal Medicine, Paediatric, Renal Services, Paediatric Surgery, Kidney Transplants, Alcohol and Rehabilitative, Spinal and Neurosurgical operations, Specialized Orthopedics and Trauma, Cardiology, Paediatric and free Maternity Services among others	Ms.Susan Mochache	8,630,518,391.10	Yes
3	Kenyatta University Teaching And Referral Hospital	Equipped to offer specialized Oncology, Trauma & Orthopedics, Renal, Accident & Emergency, among other services but the oncology center is its flagship project	Ms.Susan Mochache	4,800,299,910.00	Yes
4	Kenya Medical Research Institute	A medical research arm of the Kenya Government providing advice on various aspects of healthcare and delivery, including national diseases surveillance and rapid sponse capacity for major	Ms.Susan Mochache	2,569,199,998.90	Yes

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

		disease outbreaks			
5	Kenya Medical Supplies Authority	Ensuring that health facilities are optimally stocked, and delivery of medical commodities to the door step of every facility in the country	Ms.Susan Mochache	5,174,234,484.70	Yes
6	Kenya Medical Training College	Training of the various health disciplines in the health sector, to serve the local, regional and international markets	Ms.Susan Mochache	3,506,695,000.00	Yes
7	National Hospital Insurance Fund	Provision of accessible, affordable, sustainable and quality health insurance for all Kenyan citizens	Ms.Susan Mochache	5,960,700,442.00	Yes
8	National Aids Control Council	To provide policy and a strategic framework for mobilizing resources and coordinating resources for prevention of HIV & Aids	Ms.Susan Mochache	988,745,000.00	Yes
9	National Cancer Institute	A corporate body established under the Cancer Control Act and serves as the coordinating body for all cancer control activities in Kenya. The Institute main mandate is to advise the Cabinet Secretary of Health on the overall priorities that should be accorded to cancer prevention and control in Kenya. The main activities include, general oversight, coordination of all activities, advocacy and awareness creation, cancer registration and coordinating cancer research	Ms.Susan Mochache	80,000,000.00	Yes

Ministry of Health
Reports and Financial Statements
For the year ended June 30, 2021

10	Kenya Medical Practitioners And Dentists Council	Provision of quality and ethical health care through appropriate regulation of training, registration, licensing, inspections and professionalism.	Ms.Susan Mochache	392,544,280.00	Yes
11	Kenya Nuclear Regulatory Authority	Radiation protection, nuclear safety, nuclear security, nuclear safeguards and non-ionizing radiation.	Ms.Susan Mochache	121,182,464.00	Yes
12	The Mathari National Teaching & Referral Hospital	Kenya's only national psychiatric <i>referral hospital</i> that was established in 1901, and specialized National <i>Referral</i> , Training and Research Public Institution in mental health in Kenya	Ms.Susan Mochache	-	Yes
13	Nursing Council of Kenya	Promote Quality Nursing, Education & Practice	Ms.Susan Mochache	-	Yes
B	Transfers to County Governments				
14	Counties-User Fees Foregone		Ms.Susan Mochache	900,000,000.00	Yes
15	Counties Conditional Grants-DANIDA		Ms.Susan Mochache	854,730,000.00	Yes
16	Counties Conditional Grants-THS-UC		Ms.Susan Mochache	3,939,588,116.00	Yes
17	Covic-19 Response-County Governments		Ms.Susan Mochache	1,330,270,300.00	Yes
18	Conditional Grants-Level Five Hospitals		Ms.Susan Mochache	326,000,000.00	Yes
	TOTAL			51,318,540,388.25	

ANNEX 8- REPORTS GENERATED FROM IFMIS

The following financial Reports Generated from IFMIS should be generated and attached as appendices to these financial statements.

- i. GOK IFMIS Comparison Trial Balance
- ii. FO30 (Bank reconciliations) for all bank accounts
- iii. GOK IFMIS Receipts and Payments Statement
- iv. GOK IFMIS Statement of Financial Position
- v. GOK IFMIS Statement of Cash Flows
- vi. GOK IFMIS Notes to the Financial Statements
- vii. GOK IFMIS Statement of Budget Execution
- viii. GOK IFMIS Statement of Deposits
- ix. GOK IFMIS Budget Execution by Programme and Economic Classification
- x. GOK IFMIS Budget Execution by Heads and Programmes
- xi. GOK IFMIS Budget Execution by Programmes and Sub-programmes

