

REPUBLIC OF KENYA



*Enhancing Accountability*

THE NATIONAL ASSEMBLY	
REPORT	
DATE: 06 DEC 2023	DAY: WED
TABLED BY: Hon Naomi Wago, MP	OF Deputy Majority Whip
CLERK-AT-THE-TABLE:	Miriam Mado



**THE AUDITOR-GENERAL**

**ON**

**KENYA YOUTH EMPLOYMENT AND  
OPPORTUNITIES PROJECT  
(CREDIT NO. IDA 5812-KE)**

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

**MICRO AND SMALL ENTERPRISES  
AUTHORITY**



**PROJECT NAME:  
KENYA YOUTH EMPLOYMENT AND OPPORTUNITIES PROJECT (KYEOP)**

**IMPLEMENTING ENTITY:  
MICRO AND SMALL ENTERPRISES AUTHORITY (MSEA)**

**PROJECT CREDIT NUMBER: 5812 –KE**

---

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

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

---

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

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

---

<b>Table of Contents</b>	<b>Page</b>
1. Acronyms and Glossary of Terms .....	iv
2. Project Information and Overall Performance.....	v
3. Statement of Performance Against Project’s Predetermined Objectives .....	xv
4. Environmental and Sustainability Reporting.....	xvi
5. Statement of Project Management Responsibilities .....	xvii
6. Report of The Independent Auditor On the Kyeop Project.....	xviii
7. Statement of Receipts and Payments for the year ended 30th June 2023 .....	1
8. Statement of Financial Assets as at 30th June 2023 .....	2
9. Statement of Cashflow for The Period Ended 30th June 2023 .....	3
10. Statement of Comparison of Budget and Actual Amounts for the Year Ended 30 <sup>th</sup> June 2023.....	4
11. Significant Accounting Policies .....	5
12. Notes to the Financial Statements .....	9
13. Annexes .....	18

## 1. Acronyms and Glossary of Terms

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
Comparative FY	Financial year preceding the current financial year.

## **2. Project Information and Overall Performance**

### **2.1 Name and registered office**

**Name:** The Project official name is Kenya Youth Employment and Opportunities Project (KYEOP). The Micro and Small Enterprises Authority is implementing Component two (2) on job creation

**Objective:** The key objective of the project is to increase employment and earning opportunities for targeted youth.

**Address:** The project headquarters offices are in Nairobi County, Kenya  
Authority's Headquarters  
P.O. Box 48823-00100  
Nairobi, Kenya  
10<sup>th</sup> Floor Utalii House,  
Utalii Lane/ Uhuru Highway  
Nairobi, Kenya

**Contacts:** The Authority's contacts  
Office of the Chief Executive Officer  
Telephone: (254)020-3340006/0700-666000  
E-mail: [info@msea.go.ke](mailto:info@msea.go.ke) / [mseakenya@gmail.com](mailto:mseakenya@gmail.com)  
Website: [www.mseauthority.go.ke](http://www.mseauthority.go.ke)

## 2.2 Project Information

Project Start Date:	The project effective date 1 <sup>st</sup> September, 2016
Project End Date:	The project end date is 31 <sup>st</sup> December, 2021
Revised End Date	The project revised end date is 31 <sup>st</sup> August, 2023
Project Co-ordinator:	The Project Co-ordinator is Ms. Caroline Kioko
Project Sponsor:	The Project Sponsor is World Bank (IDA)

## 2.3 Project Overview

Line Ministry/State Department of the project	<p>The Project is under the supervision of the Ministry of Industry, Trade and Enterprise Development. In his inaugural speech, His Excellency the President established a Ministry of Cooperatives and SME Development mandated to ensure that every small business has secure property rights, access to finance and a supportive regulatory framework.</p> <p>The Implementing Partners are the World Bank Group, Micro and Small Enterprises Authority (MSEA), Ministry of ICT, Innovation and Youth Affairs, National Industrial and Training Authority and Ministry of Labour and Social Protection</p>
Project number	5812- KE
Strategic goals of the project	<p>The objective of the Project is to increase employment and earnings opportunities for targeted youths by:</p> <ul style="list-style-type: none"> <li>i) Improving Youth Employability</li> <li>ii) Support for Job Creation</li> <li>iii) Improving Labour Market Information</li> <li>iv) Strengthening Youth Policy Development And Project Management</li> </ul>
Achievement of strategic goals	<p>The specific goals of component two (2) on job creation are:</p> <ul style="list-style-type: none"> <li>(i) To provide seed funding for youth led start ups</li> <li>(ii) To increase access to Business Development Services (BDS) for young self-employed entrepreneurs</li> <li>iii) To support innovative interventions to create jobs for targeted youths</li> <li>iv) To expand economic opportunities to youth who are hard to serve</li> </ul>

<p>Other important background information of the project</p>	<p>The project is funded by the International Development Association (IDA) arm of World Bank. The Project total cost is 106.5 million SDR (US\$ 150 million) and is to be implemented over five (5) years</p> <p><b>Project categories</b></p> <p>The Overall project has eight categories as per the financing agreement:</p> <p><b>Category 1:</b> Goods, Non Consulting services, Consultant Services, Training and Incremental Operating Costs;</p> <p>a) Part A.1 (a) A.2 (a) to implemented by MIIYA total cost SDR 26,963,000</p> <p>b) Part A.1 (b) A.2 (b) to implemented by NITA total cost SDR 20,277,000</p> <p><b>Category 2:</b> Goods, Non Consulting services, Consultant Services, Training and Incremental Operating Costs under part B of the Project (Excluding business start-up grants and Business Plan Competition Awards and Innovation Awards);</p> <p>a) MSEA (Part B.1, B.2 (a) and B.3) total cost SDR 9,370,000</p> <p>b) MIIYA (Part B.2 (a) and B.2 (b) total cost SDR 783,000</p> <p><b>Category 3:</b> Business start-up grants under part B.1 of the project to be implemented by MSEA at a total cost of SDR 19,653,528</p> <p><b>Category 4:</b> Business Plan Competition Awards under Part B.2(a) of the project to be implemented by MIIYA at a total cost of SDR 9,940,000</p> <p><b>Category 5:</b> Innovation Awards under part B.2(b) of the project to be implemented by MIIYA at a total cost of SDR 852,000</p> <p><b>Category 6:</b> Goods, Non Consulting services, Consultant Services, Training and Incremental Operating Costs under part C of the Project to be implemented by MLSP at a total cost of SDR 6,020,000</p> <p><b>Category 7:</b> Goods, Non Consulting services, Consultant Services, Training and Incremental Operating Costs under part D of the Project to be implemented by MIIYA at a total cost of SDR 12,640,000</p> <p><b>Category 8:</b> Refund of preparation at a total cost of SDR 1,472</p>
<p>Current situation that the project was formed to intervene</p>	<p>The project was formed to intervene in the following areas:</p> <p>(i) Unemployment among the youth in the country</p> <p>(ii) Marginalisation of youth in some counties</p> <p>(iii) Lack of equity in Job opportunities for youth in the country</p>
<p>Project duration</p>	<p>The project started on 1st September, 2016 and is expected to run until 31<sup>st</sup> August, 2023</p>

**2.4 Bankers**

Kenya Commercial Bank  
P.O Box 30012 - 00100  
Kipande House  
Nairobi, Kenya

**2.5 Independent Auditors**

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

## 2.6 Roles and Responsibilities

<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
Henry Rithaa	Director General/ Chief Executive Officer	MBA (Strategic Management), Master of Arts in Regional Integration and Bachelor's Degree in Finance	Overall program leadership and direction.
Caroline Kioko	Project Coordinator	Master's Degree in Entrepreneurship, Bachelor's degree in Environmental Studies and Community Development	Oversee the coordination of all project activities and outputs of Component II
John Masha	Project Manager	Master of Business Administration, Bachelor of Commerce, Postgraduate Diploma in Systems Management.	Support the MSEA PIU project coordinator with the day-to-day management of all project activities and outputs and Establish systems to ensure effective and efficient delivery or all operational outputs for Component II targets
Christine Kirui	Grants Coordinator	Bsc. in International Business Administration(Finance and Entrepreneurship)	Support coordination of grants beneficiary selection activities and disbursement.
Elsie Thambu	Program Finance & Accounting	MBA (Finance), BBM (Finance& Banking ) and CPA(K)	Oversee all aspect of program financing and financial reporting.
Raphael Koome	Business Plan Competition (BPC) and Monitoring and Evaluation Coordinator)	Master of Business Administration, Bachelor of Arts in Economics and Communications	Design and develop measures of monitoring the performance of Component 2 activities in meeting their objectives. Update the program key performance indicators (inputs, outputs, outcomes) for monitoring the project, their target values and specify the timing and format of reporting
Magdalene Mbithi	BDS Officer	B.A in Sociology	Coordinating business development services of the project
Silas Kiome	Program Procurement and Supply Chain	Msc. In Procurement & Contract Management (Ongoing), Bcom (Procurement & Supplies Management)	Coordinate procurement and supply chain activities of the project

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

**2.7 Funding summary**

The Project is for initial duration of five years from 2016 to 2021 with an approved budget of US\$ 25.2 M for component two (2) equivalents to Kshs 2.58 Billion as highlighted in the table below. The project ending timeline was revised to December 31, 2022 through project restructuring dated August 9, 2021 with additional reallocation of financing proceeds amounting to \$ 15.9 M (equivalent Kshs 1.5 billion). On July 28, 2022 the project was granted a further extension to August, 31<sup>st</sup> 2023

Below is the funding summary:

**A. Source of Funds**

Source of funds	Donor Commitment	Donor Commitment	Amount received to date – (30th June, 2023)	Amount received to date – (30th June, 2023)	Undrawn balance to date (30th June, 2023)	
	Donor currency(\$)	KShs	Donor currency	KShs	Donor currency	KShs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Loan						
IDA MITC	41,112,626	5,308,545,602	40,743,276	4,538,006,602	369,350	770,539,000
Total	41,112,626	5,308,545,602	40,743,276	4,538,006,602	369,350	770,539,000

*As per the financing agreement SDR 17,890,000(USD 25,197,183) was allocated to KYEOP under MSEA. The initial donor commitment in Kenya Shillings has increased over time as a result of the rising US Dollar rate to Kenya Shilling.*

The undrawn balance of Kshs 770,539,000 as at 30<sup>th</sup> June 2023 represents the amounts requested out of the entire allocated project budget of Kshs 5,308,545,602 but not received.

**Project information and overall performance (Continued)**

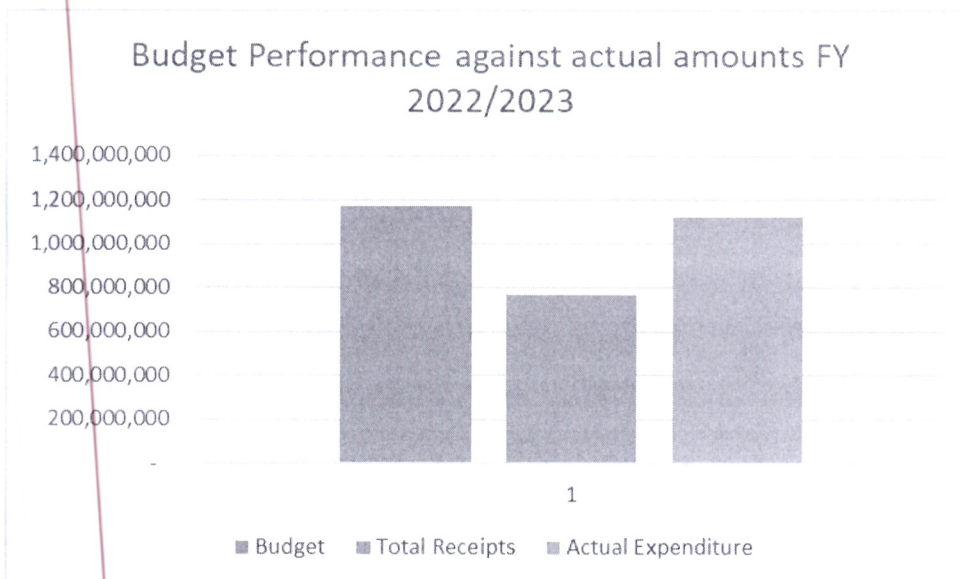
**B. Application of Funds**

Application of funds	Amount received to date – (30th June 2023)	Amount received to date – (30th June 2023)	Cumulative Amount paid to date – (30th June 2023)	Unutilised balance to date – (30th June 2023)	
	Donor currency	Kshs	Kshs	Donor currency	Kshs
	(A)	(A')	(B')	(A)-(B)	(A')-(B')
Grant	-	-	-	-	-
Loan					
IDA	40,743,276.00	4,538,006,602.05	4,247,163,015.41	2,369,783.98	290,843,587.64
Counterpart funds					
<b>Total</b>	<b>40,743,276.00</b>	<b>4,538,006,602.05</b>	<b>4,247,163,015.41</b>	<b>2,369,783.98</b>	<b>290,843,587.64</b>

**2.8 Summary of Overall Project Performance:**

**i) Budget performance against actual amounts for current year and for cumulative to-date.**

The Authority was allocated a budget of Kshs 1,170,100,000 during the 2022/23 financial year, having a total actual expenditure of Kshs 1,122,460,613. The total receipts during the financial year amounted to Kshs 763,589,176.



Cumulatively, the project has received Kshs 4,538,006,602 against an actual expenditure of Kshs 4,247,163,015.

**ii) Physical progress based on outputs, outcomes and impacts since project commencement.**

The project commenced in September 2016 and was negatively impacted by the political environment

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

in the country such that little activities were undertaken until beginning of April 2018 when the project issued grants to 1,000 youths in selected five counties. As at the end of the reporting period, the project had cumulatively disbursed Kshs 3 billion to beneficiaries in form of grants.

<b>Start-up grants beneficiaries</b>				
<b>Cycle</b>	<b>Orientation 1</b>	<b>Orientation 2</b>	<b>Total</b>	<b>Amount disbursed</b>
Pilot	29	24	53	1,060,000
1	1,040	752	1,792	35,840,000
2	2,485	2,272	4,757	95,140,000
3	4,029	3,518	7,547	150,940,000
4	6,413	6,413	12,826	256,520,000
5	12,026	11,965	23,991	479,820,000
6	11,591	11,585	23,176	463,520,000
7a	15,648	15,392	31,040	620,800,000
7b	16,214	16,125	32,339	646,780,000
8a	7,135	6,960	14,095	281,900,000
<b>Total</b>	<b>76,610</b>	<b>75,006</b>	<b>151,616</b>	<b>3,032,320,000</b>
<b>Pending</b>				
5	98	158	256	5,120,000
6	50	58	108	2,160,000
7a	440	689	1,129	22,580,000
7b	360	449	809	16,180,000
8a	246	421	667	13,340,000
8b	3,416		3,416	68,320,000
8b	290	3,696	3,986	79,720,000
<b>Total Pending</b>	<b>4,900</b>	<b>5,471</b>	<b>10,371</b>	<b>207,420,000</b>



**Moments captured during KYEOP Orientation training**

**Comment on value-for-money achievements,**

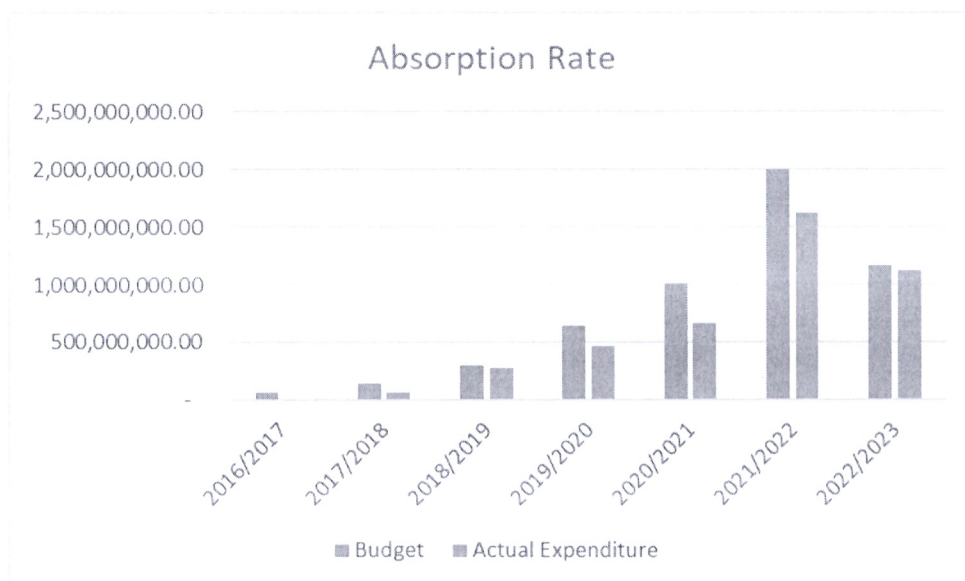
In line with best practices, a strong Monitoring and Evaluation (M&E) system and framework to gather relevant data is in place. M&E is critical to the successful implementation of the various components by providing timely insights and lessons for efficient roll out of various activities. MSEA monitors every activity from intake, randomization & selection, mobilization, the grants orientation and disbursement. After each disbursement of the first tranche MSEA conducts follow up to assess the progress made by the youth in starting businesses and implementing their orientation plans. The M&E efforts ensures that value for money is realised.

**iii) Indicate the absorption rate for each year since the commencement of the project.**

During the 2016/17 financial year, out of the allocated budget of Kshs 70 million, the Authority received only Kshs 11,491,000 leaving unreceived balance of Kshs 58,509,000. The actual expenditure for the 2016/17 financial year amounted to Kshs 5,825,416 giving an absorption rate of about 8%. In the 2017/18 financial year, total expenditure was Kshs 65,077,283 against a budget of Kshs 140,000,000. This translates to absorption rate of 58.9%. During FY 2018/2019, the total budget as per the revised estimates was Kshs 304,000,000. Against this budget, the expenditure for the period amounted to Kshs 278,538,403 translating to an absorption of 92%. During the financial year 2019/2020, the total budget was Kshs 644,340,209. Against this budget, the expenditure for the period amounted to Kshs 460,610,959 translating to an absorption of 70%. During the financial year 2020/2021, the total budget as per the revised estimates was Kshs 1,007,000,000. Against this budget, the expenditure for the period amounted to Kshs 668,688,108 translating to an absorption of 66%.

During the financial year 2021/2022, the total budget as per the revised estimates was Kshs 2,000,000,000. Against this budget, the expenditure for the period amounted to Kshs 1,624,484,970 translating to an absorption of 81%.

During the year under review (FY 2022/2023), the total budget was Kshs. 1,170,100,000. Against this budget, the expenditure for the period amounted to Kshs 1,122,460,613 translating to an absorption of 96%.



**iv) List the implementation challenges and recommended next steps.**

The major challenge witnessed so far is the low absorption rate for the funds allocated under the project. This was majorly witnessed during the beginning of the project around September 2016 when the political environment was so unfavorable for the project implementation. The procurement process has also been a bit slow due to the required World Bank and government public procurement and disposal guidelines and procedures to be adhered to. The COVID-19 situation in Kenya that led to the halting of many government activities, including KYEOP outlined activities for FY2020/2021 contributed greatly to the low absorption of funds.

Still during the implementation of the work plan, the Government issued a moratorium to MSEA on procurement due to the planned merger of MSEA with the other funds to form Biashara Bank. This negatively affected the project until when the merger was uplifted.

**2.9 Summary of Project Compliance:**

The project has adhered to the procedures as per the World Bank Financial Management requirements, Government of Kenya Financial Regulations, Fiduciary framework and accountability.

**i) Include significant cases of non-compliance with applicable laws and regulations, and essential external financing agreements/covenants**

There were no cases of non-compliance with applicable laws and regulations, and essential external financing agreements/covenants.

**ii) Include consequences suffered on account of non-compliance or likely to be suffered**

There were no consequences suffered on account of non-compliance or likely to be suffered.

**iii) Indicate mitigation measures taken or planned to be taken to alleviate the adverse effects of actual or potential consequences of non-compliance.**

There were no adverse effects of actual or potential consequences of non-compliance.

### **3. Statement of Performance Against Project's Predetermined Objectives**

#### **Introduction**

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

The key development objective of the project's 2016-2021 plan is to increase employment and earnings opportunities for targeted youths.

#### **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:

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Kenya Youth Employment and Opportunities Project	To increase employment and earning opportunities for targeted youths	Increased employment and earning opportunities for targeted youths	Number of grants issued and business development services conducted	In FY 2022/23 we issued grants and conducted business development services to 23,433 youth

#### **4. Environmental and Sustainability Reporting**

The project did not directly engage in environmental and sustainability activities in line with the approved annual work plan during the period under review.

## **5. Statement of Project Management Responsibilities**

The *Accounting Officer* and the *Program Co-ordinator* of KYEOP Project are responsible for the preparation and presentation of the Program's financial statements, which give a true and fair view of the state of affairs of the Program for and as at the end of the financial year (period) ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Program; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Program; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The *Accounting Officer* and the *Program Co-ordinator* of KYEOP Project accept responsibility for the Program's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The *Accounting Officer* and the *Program Co-ordinator* of KYEOP Project are of the opinion that the Program's financial statements give a true and fair view of the state of Program's transactions during the financial year/period ended June 30, 2023, and of the Program's financial position as at that date. The *Accounting Officer* and the *Program Co-ordinator* of KYEOP Project further confirm the completeness of the accounting records maintained for the Program, which have been relied upon in the preparation of the Program financial statements as well as the adequacy of the systems of internal financial control.

The *Accounting Officer* and the *Program Co-ordinator* of KYEOP Project confirm that the Program has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Program funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

### **Approval of the Program financial statements**

The Program financial statements were approved by Board on ..... 5/9/..... 2023 and signed on its behalf by;



**Henry M. Rithaa**  
**Accounting Officer**



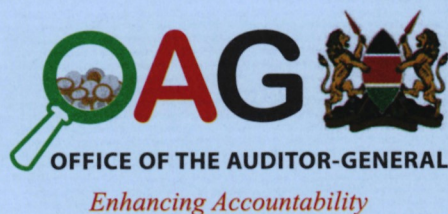
**Caroline Kioko**  
**Program Co-ordinator**



**CPA Elsie Thambu**  
**Ag. Head of Finance**  
**ICPAK No. 16628**

# 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 KENYA YOUTH EMPLOYMENT AND OPPORTUNITIES PROJECT (CREDIT NO. IDA 5812-KE) FOR THE YEAR ENDED 30 JUNE, 2023 – MICRO AND SMALL ENTERPRISES AUTHORITY (MSEA)**

---

### **PREAMBLE**

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

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

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

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

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

#### **Opinion**

I have audited the accompanying financial statements of Kenya Youth Employment and Opportunities Project - MSEA set out on pages 1 to 18, which comprise of the statement

---

*Report of the Auditor-General on Kenya Youth Employment and Opportunities Project (Credit No. IDA 5812-KE) for the year ended 30 June, 2023 – Micro and Small Enterprises Authority*

of financial assets as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya, 2010 and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Kenya Youth Employment and Opportunities Project as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and complies with the Public Finance Management Act, 2012 and the Financing Agreement Credit No.5812-KE between the International Development Association (IDA) and the Republic of Kenya dated 4 July, 2016.

In addition, the special account statement presents fairly the special account transactions and the closing balance has been reconciled with the books of account.

### **Basis for Opinion**

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

### **Key Audit Matters**

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

### **Other Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final budget and actual on comparable basis of Kshs.1,170,100,000 and Kshs.763,589,176 respectively resulting to shortfall of Kshs.406,510,824 or 35% of the budget.

The receipts shortfall affected the planned activities and may have impacted negatively on service delivery to the public.

## 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, I confirm that, nothing 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**

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (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 which govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### **Conclusion**

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

### **Basis for Conclusion**

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

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENT

As required by International Development Agency Credit Agreement No.5812 dated 4 July, 2016, I report based on my audit, that:

- i. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii. In my opinion, adequate accounting records have been kept by the Project, so far as appears from the examination of those records; and
- iii. The Project's financial statements agree with the accounting records and returns.

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

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

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

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

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

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

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

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

In addition to the audit of the financial statements, a compliance 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 which govern them in accordance with the provisions of

Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

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

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

**Nairobi**


**01 November, 2023**

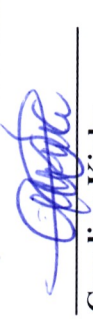
**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

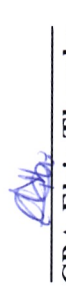
**7. Statement of Receipts and Payments for the year ended 30th June 2023**

	Note	Receipts and Payment controlled-by the entity		Payments made by third parties		Receipts and Payment controlled by the entity		Payments made by third parties		Cumulative to date (From inception) Kshs
		Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Total	Total	
		FY 2022/2023		FY 2021/2022						
<b>Receipts</b>										
Transfer from Government of Kenya	1	-	-	-	-	-	-	-	-	-
Proceeds from domestic and foreign grants	2	-	-	-	-	-	-	-	-	-
Loan from external development partners	3	763,589,176	-	763,589,176	-	1,935,971,824	-	1,935,971,824	-	4,538,006,602
Miscellaneous receipts	4	-	-	-	-	-	-	-	-	-
<b>Total receipts</b>		<b>763,589,176</b>	<b>-</b>	<b>763,589,176</b>	<b>-</b>	<b>1,935,971,824</b>	<b>-</b>	<b>1,935,971,824</b>	<b>-</b>	<b>4,538,006,602</b>
<b>Payments</b>										
Compensation of employees	5	24,429,113	-	24,429,113	-	24,559,080	-	24,559,080	-	102,304,181
Purchase of goods and services	6	160,536,701	-	160,536,701	-	261,611,490	-	261,611,490	-	1,025,696,708
Social security benefits	7	174,800	-	174,800	-	54,400	-	54,400	-	229,200
Grants to beneficiaries	8	937,320,000	-	937,320,000	-	1,336,460,000	-	1,336,460,000	-	3,032,320,000
Acquisition of non-financial assets	9	-	-	-	-	1,800,000	-	1,800,000	-	86,612,926
Transfers to other government entities	10	-	-	-	-	-	-	-	-	-
Other grants and transfers and payments	11	-	-	-	-	-	-	-	-	-
<b>Total Payments</b>		<b>1,122,460,613</b>	<b>-</b>	<b>1,122,460,613</b>	<b>-</b>	<b>1,624,484,970</b>	<b>-</b>	<b>1,624,484,970</b>	<b>-</b>	<b>4,247,163,015</b>
<b>Surplus/ (Deficit)</b>		<b>(358,871,437)</b>	<b>-</b>	<b>(358,871,437)</b>	<b>-</b>	<b>311,486,854</b>	<b>-</b>	<b>311,486,854</b>	<b>-</b>	<b>290,843,586</b>

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

  
**Henry M. Rithaa**  
 Accounting Officer

  
**Caroline Kioko**  
 Program Co-ordinator

  
**CPA Elsie Thambu**  
 Ag. Head of Finance  
 ICPAK No.16628


**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**


**8. Statement of Financial Assets as at 30th June 2023**

	Notes	FY 2022/2023	FY 2021/2022
<b>Financial Assets</b>		<b>Kshs</b>	<b>Kshs</b>
<b>Cash and Cash Equivalents</b>			
Bank Balances	12.A	290,843,588	649,715,025
Cash Balances	12.B	-	-
Cash Equivalents (short-term deposits)	12.C	-	-
<b>Total Cash and Cash Equivalents</b>		<b>290,843,588</b>	<b>649,715,025</b>
Imprests and Advances	13	-	-
<b>Total Financial Assets</b>		<b>290,843,588</b>	<b>649,715,025</b>
<b>Financial Liabilities</b>			
Third Party Deposits and Retentions	14	-	-
<b>Net Assets</b>		<b>290,843,588</b>	<b>649,715,025</b>
<b>Represented By:</b>			
Fund balance b/fwd	15	649,715,025	338,228,171
Prior year adjustments	16	-	-
Surplus/(Deficit) for the year		(358,871,437)	311,486,854
<b>Net Financial Position</b>		<b>290,843,588</b>	<b>649,715,025</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved by the Board on ...5/9/2023 and signed by:

  
**Henry Rithaa**  
 Accounting Officer

  
**Caroline Kioko**  
 Program Co-ordinator

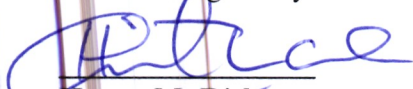
  
**CPA Elsie Thambu**  
 Ag. Head of Finance  
 ICPAK No.16628

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

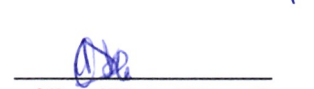
**9. Statement of Cashflow for The Period Ended 30th June 2023**

		<b>FY 2022/2023</b>	<b>FY 2021/2022</b>
	<b>Notes</b>	<b>Kshs</b>	<b>Kshs</b>
<b>Cashflow From Operating Activities</b>			
<b>Receipts</b>			
Transfer from government entities	1	-	-
Proceeds from domestic and foreign grants	2	-	-
Miscellaneous receipts	4	-	-
<b>Total Receipts</b>		-	-
<b>Payments</b>			
Compensation of employees	5	(24,429,113)	(24,559,080)
Purchase of goods and services	6	(160,536,701)	(261,611,490)
Social security benefits	7	(174,800)	(54,400)
Grants to beneficiaries	8	(937,320,000)	(1,336,460,000)
Transfers to other government entities	10	-	-
Other grants and transfers and payments	11	-	-
<b>Total Payments</b>		<b>(1,122,460,613)</b>	<b>(1,622,684,970)</b>
<b>Net receipts/(payments)</b>		<b>(1,122,460,613)</b>	<b>(1,622,684,970)</b>
<b>Adjustments during the year</b>			
Prior Year Adjustments	16	-	-
Decrease/ (Increase) in Accounts Receivable	17	-	-
Increase/ (Decrease) in Accounts Payable	18	-	-
<b>Net cash flow from operating activities</b>		-	-
<b>Cashflow From Investing Activities</b>			
Acquisition of Non-Financial Assets	9	-	(1,800,000)
<b>Net cash flows from Investing Activities</b>		-	<b>(1,800,000)</b>
<b>Cashflow From Borrowing Activities</b>			
Loan from external development partners	3	763,589,176	1,935,971,824
<b>Net cash flow from financing activities</b>		<b>763,589,176</b>	<b>1,935,971,824</b>
<b>Net Increase In Cash And Cash Equivalent</b>		<b>(358,871,437)</b>	<b>311,486,854</b>
<b>Cash And Cash Equivalent At Beginning Of The Year</b>		<b>649,715,025</b>	<b>338,228,171</b>
<b>Cash And Cash Equivalent At End Of The Year</b>		<b>290,843,588</b>	<b>649,715,025</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The project financial statements were approved by the Board on ...5/9/2023 and signed by:

  
**Henry M. Rithaa**  
**Accounting Officer**

  
**Caroline Kioko**  
**Program Co-ordinator**

  
**CPA Elsie Thambu**  
**Ag. Head of Finance**  
**ICPAK No.16628**

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

**10. Statement of Comparison of Budget and Actual Amounts for the Year Ended 30<sup>th</sup> June 2023**

Receipts/ Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
<b>Receipts</b>						
Receipts from Government of Kenya		-	-	-	-	0%
Proceeds from domestic and foreign grants		-	-	-	-	0%
Loan from external development partners	1,170,100,000		1,170,100,000	763,589,176	406,510,824	65%
Miscellaneous receipts		-	-	-	-	0%
<b>Total Receipts</b>	<b>1,170,100,000</b>		<b>1,170,100,000</b>	<b>763,589,176</b>	<b>406,510,824</b>	<b>65%</b>
<b>Payments</b>						
Compensation of employees	29,900,000		29,900,000	24,429,113	5,470,887	82%
Purchase of goods and services	165,000,000		165,000,000	160,536,701	4,463,299	97%
Social security benefits	200,000		200,000	174,800	25,200	87%
Grants to beneficiaries	973,000,000		973,000,000	937,320,000	35,680,000	96%
Acquisition of non-financial assets	2,000,000		2,000,000	-	2,000,000	0%
Transfers to other government entities		-	-	-	-	0%
Other grants and transfers and payments						
<b>Total Payments</b>	<b>1,170,100,000</b>		<b>1,170,100,000</b>	<b>1,122,460,613</b>	<b>47,639,387</b>	<b>96%</b>

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

  
**Henry M-Rithaa**  
 Accounting Officer

  
**Caroline Kioko**  
 Program Co-ordinator

  
**CPA Elsie Thambu**  
 Ag. Head of Finance  
 ICPAK No. 16628

## **11. Significant Accounting Policies**

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

### **a) Statement of compliance and basis of preparation**

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

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

### **b) Reporting entity**

The financial statements are for the Kenya Youth Employment and Opportunities Project under the Micro and Small Enterprise Authority. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

### **c) Reporting currency**

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

### **d) Recognition of receipts**

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

#### **i) Transfers from the Exchequer**

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

#### **ii) External Assistance**

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

#### **iii) Other receipts**

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

#### **iv) Donations and grants**

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

***Kenya Youth Employment and Opportunities Project (KYEOP)***  
***Annual Report and Financial Statements for the financial year ended June 30, 2023***

---

determination of the value. The date of the transaction is the value date indicated on the payment advice.

**v) Proceeds from borrowing**

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

**vi) Undrawn external assistance**

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

**e) Recognition of payments**

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

**i) Compensation of employees**

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

**ii) Use of goods and services**

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

**iii) Interest on borrowing**

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

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

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

**v) Acquisition of fixed assets**

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

**f) In-kind donations**

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

**g) Cash and cash equivalents**

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

**h) Restriction on cash**

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

**i) Imprests and Advances**

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

**j) Contingent Liabilities**

There were no contingent liabilities during the year under review.

**k) Contingent Assets**

There were no contingent assets during the year under review.

**l) Pending bills**

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

***Kenya Youth Employment and Opportunities Project (KYEOP)***  
***Annual Report and Financial Statements for the financial year ended June 30, 2023***

---

**m) Budget**

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

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

**n) Third party payments**

There were no third party transactions during the year under review.

**o) Exchange rate differences**

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

**p) Comparative figures**

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

**q) Subsequent events**

There was a non-adjusting event after the end of reporting period where the Project end date was revised to December 31, 2022 through project restructuring dated August 9, 2021 with additional reallocation of financing proceeds amounting to \$ 15.9 (equivalent Kshs 1.5 billion). On July 28, 2022 the project was granted a further extension to August, 31<sup>st</sup> 2023. Other than that, there was no other events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2023.

**r) Prior period adjustments**

There was no prior period adjustments.

**s) Going concern note**

The project will end on 31<sup>st</sup> August 2023. However, there will be upgrade of the project to NYOTA (National Youth Opportunities Towards Advancement) from 2024.

**12. Notes to the Financial Statements**

**1. Transfer from Government Entities**

During the period under review the project did not receive any transfer from government entities.

**2. Proceeds From Domestic And Foreign Grants**

During the period under review the project did not receive any domestic and foreign grants.

**3. Loan from External Development Partners**

During the financial period to 30 June 2023, we received funding from development partners in form of loans negotiated by the National Treasury and Planning as detailed in the table below:

Description	FY 2022/2023					FY 2021/2022	Cumulative to date
	Name of Donor	Date received	Amount in loan currency	Loans Received in actual amount	Loans received as direct payment	Total amount in KShs	
		USD	KShs	KShs	KShs	KShs	KShs
Loans Received from Bilateral Donors (Foreign Governments)							
World Bank	08-07-22	549,551	64,028,176		64,028,176	1,935,971,824	4,538,006,602
World Bank	10-01-23	5,700,000	699,561,000		699,561,000		
<b>Total</b>		<b>6,249,551</b>	<b>763,589,176</b>		<b>763,589,176</b>	<b>1,935,971,824</b>	<b>4,538,006,602</b>

**4. Miscellaneous Receipts**

There were no miscellaneous receipts during the year under review.

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

**5. Compensation of Employees**

Description	FY 2022/23			FY 2021/22	
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to- date
	KShs	KShs	KShs	KShs	KShs
Personnel Emoluments-Basic	18,611,053		18,611,053	17,621,372	79,601,246
Airtime	234,774		234,774	228,000	3,662,163
Leave Allowance	76,000		76,000	76,000	270,000
Transfer	-		-	98,685	457,955
National Social Security Fund	-		-	-	120,380
Gratuity	3,605,341		3,605,341	4,445,325	10,650,974
Staff Medical Cover	1,901,944		1,901,944	2,089,698	7,541,462
<b>TOTAL</b>	<b>24,429,113</b>		<b>24,429,113</b>	<b>24,559,080</b>	<b>102,304,181</b>

**6. Purchase of Goods and Services**

Description	2022/23			2021/22	
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to- date
	Kshs	Kshs	Kshs	Kshs	Kshs
Communication Supplies and Services	22,998,002	-	22,998,002	6,163,450	63,459,561
Domestic Travel, Subsistence	37,928,112	-	37,928,112	30,734,526	205,751,283
Foreign Travel, Subsistence	1,114,915	-	1,114,915	104,500	9,239,014
Printing, Advertising and information	2,716,640	-	2,716,640	2,792,000	22,966,693
Rent and Rates- Non-Residential-Parking	3,375,000	-	3,375,000	3,375,000	10,470,927
Training Expenses-Staff	14,744,208	-	14,744,208	9,694,791	36,202,294
Hospitality Supplies and Services	3,629,439	-	3,629,439	4,780,362	40,718,015
Office General Supplies and Services	16,014,934	-	16,014,934	9,319,225	45,201,566
Routine Maintenance of Vehicles	6,747,682	-	6,747,682	9,409,092	22,753,279
Refined Fuels and Lubricants	5,789,317	-	5,789,317	2,376,066	11,882,305

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

Operating/Admin Expenses	3,430,000		3,430,000	-	3,430,000
Supplies and Access. for Comps. and Printers	8,800,279	-	8,800,279	2,156,000	14,615,529
Bank Charges	7,325,418	-	7,325,418	10,465,382	20,712,503
Consultancy Service	23,613,189	-	23,613,189	165,225,383	510,968,561
Board Allowances	72,800		72,800	2,466,474	2,539,274
Internet Connectivity	2,236,766		2,236,766	2,549,239	4,786,005
<b>Sub-Total</b>	<b>160,536,701</b>	<b>-</b>	<b>160,536,701</b>	<b>261,611,490</b>	<b>1,025,696,708</b>

**Explanatory notes:**

- Communication Supplies and Services: These are expenses incurred for various communication related materials. This include provision of bulk SMS services to youth during grants orientation, supply of brochures and airtime for follow up and grants orientation.
- Domestic Travel, Subsistence: This include daily subsistence allowance and transport for officers conducting grants orientation and follow ups across the 17 counties.
- Foreign Travel, Subsistence: This is transport expenses related to officers trained outside the country.
- Printing, Advertising and information: These are expenses related to printing and provision of tonners.
- Rent and Rates- Non-Residential: This related to parking expenses at MSEA headquarters.
- Training Expenses-Staff: This includes training fees and allowances for officers who attended various trainings.
- Hospitality Supplies and Services: This includes provision of conference facilities during KYEOP grants orientation in different counties.
- Office General Supplies and Services: This is related to supply of stationery.
- Routine Maintenance of Vehicles: Expenses related to motor vehicle repairs for vehicles used in various KYEOP activities.
- Refined Fuels and Lubricants: This includes provision of fuel used for KYEOP activities.
- Operating/Admin Expenses: Expenses related to office cleaning services and office fumigation.
- Supplies and Access. for Comps. and Printers: Includes expenses relating firewall license, provision of antivirus, and supply of Microsoft SQL software.
- Bank Charges: Fees charged by the bank for various transactions especially disbursement of grants to various youth.

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

- Consultancy Service: This includes provision of digital business EAT aptitude test, business plan competition final report, Business plan competition MIS platform configuration and provision of business development services EAT.
- Board Allowances: Allowances for board members overseeing KYEOP activities.
- Internet Connectivity: Provision of internet services.

**7. Social Security Benefits**

	FY 2022/23			FY 2021/22	
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to-date
	Kshs	Kshs	Kshs	Kshs	Kshs
Employer social benefits-NSSF	174,800	-	174,800	54,000	229,200
<b>Total</b>	<b>174,800</b>	<b>-</b>	<b>174,800</b>	<b>54,400</b>	<b>229,200</b>

**8. Grants to Beneficiaries**

	2022/23			2021/22	
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to-date
	Kshs	Kshs	Kshs	Kshs	Kshs
Grants to Beneficiaries	937,320,000	-	937,320,000	1,336,460,000	3,032,320,000
<b>Sub-Total</b>	<b>937,320,000</b>	<b>-</b>	<b>937,320,000</b>	<b>1,336,460,000</b>	<b>3,032,320,000</b>

**9. Acquisition of Non-Financial Assets**

	2022/23		2021/22		
Description	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to- date
	Kshs	Kshs	Kshs	Kshs	Kshs
Purchase of ICT Equipment and Software	-	-	-	1,800,000	37,970,877
Purchase of other office Equipment	-	-	-	-	10,520,463
Purchase of Motor vehicles	-	-	-	-	38,121,586
<b>Sub-Total</b>	-	-	-	<b>1,800,000</b>	<b>86,612,926</b>

**10. Transfers to Other Government Entities**

There were no transfers to other government entities during the year.

**11. Other Grants and Transfers and Payments**

There were no grant transfers and payments during the year.

**12. Cash and Cash Equivalents**

	2022/23	2021/22
	Kshs	Kshs
Bank accounts (Note 12 A)	290,843,588	649,715,025
Cash in hand (Note 12 B)	-	-
Cash equivalents (Note 12 C)	-	-
<b>Total</b>	<b>290,843,588</b>	<b>649,715,025</b>

**12. A. Bank Accounts**

**Project Bank Accounts**

	2022/23	2021/22
	Kshs	Kshs
<u>Foreign Currency Accounts</u>	-	-
<u>Local Currency Accounts</u>		

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

Kenya Commercial Bank (A/c No. 1201006155)	290,843,588	649,715,025
<b>Total local currency balances</b>	<b>290,843,588</b>	<b>649,715,025</b>
<b>Total bank account balances</b>	<b>290,843,588</b>	<b>649,715,025</b>

The project operates only one bank account with no cash-in-hand operations.

**Special Deposit Accounts**

The balances in the Project’s Special Deposit Account(s) as at 30<sup>th</sup> June 2023 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

Below is the Special Deposit Account (SDA) movement schedule which shows the flow of funds that were voted in the year. These funds have been reported as loans/grants received in the year under the Statement of Receipts and Payments.

**Special Deposit Accounts Movement Schedule**

<b>Description</b>	<b>2022/23</b>	<b>2021/22</b>
	<b>Kshs..</b>	<b>Kshs.</b>
i) Credit No. IDA LOAN No. CREDIT No.58120-KE DA BB Bank Account No.: 1000308664 Held with CENTRAL BANK OF KENYA		
Opening Balance	-	
Total Amount deposited in the account	724,179,929	2,000,000,000
Total amount withdrawn (as per statement of receipts & Payments)	699,561,000	1,977,452,041
Closing balance (as per SDA bank reconciliation attached)	<b>24,618,929</b>	<b>22,547,959</b>
ii) Credit No. IDA LOAN No. CREDIT No.58120-KE DA BB Bank Account No.: 1000308664 Held with CENTRAL BANK OF KENYA		
Opening Balance( as per the SDA reconciliation)	-	-
Total Amount deposited in the account	724,179,929	2,000,000,000
Total amount withdrawn (as per statement of receipts & Payments)	699,561,000	1,977,452,041
Closing balance (as per SDA bank reconciliation attached)	<b>24,618,929</b>	<b>22,547,959</b>

**12. B Cash in Hand**

The project does not have cash-in-hand operations.

**12. C Cash equivalents (short-term deposits)**

The project does not have short-term deposits.

### 13. Imprests and Advances

	2022/23	2021/22
Description	Kshs	Kshs
Government imprests	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

### 13. B Breakdown of Imprests and Advances

There was no outstanding imprests and advances as per the schedule below.

Name of Officer	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance 2022/2023	Balance 2021/2022
<b>Total</b>	<b>-</b>		<b>-</b>	<b>-</b>	<b>-</b>

### 14. Deposits and Retention Monies

The pending accounts payable are disclosed in Annex 2 of this report.

### 15. Fund Balance Brought Forward

	2022/23	2021/22
	KShs	KShs
Bank Accounts	649,715,025	338,083,106
Cash in hand		
Cash equivalents		
Outstanding Imprest and advances	-	145,065
Deposits and retention	-	-
<b>Total</b>	<b>649,715,025</b>	<b>338,228,171</b>

### 16. Prior Year Adjustment

There was no prior year adjustment during the year.

**17. Changes in Imprests and Advances**

<b>Description</b>	<b>2022/2023</b>	<b>2021/2022</b>
	<b>Kshs.</b>	<b>Kshs.</b>
Opening Receivables as at 1st July 2022	-	145,065
Closing account receivables as at 30th June 2023	-	-
<b>Changes in Receivables</b>	<b>-</b>	<b>145,065</b>

**18. Changes in Accounts Deposits and Retention**

There were no changes in accounts payable during the year.

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

---

*Other Important Disclosures*

**1. Pending Accounts Payable (See Annex 4)**

<b>Description</b>	<b>Balance b/f FY 2021/22 Kshs</b>	<b>Additions for the period Kshs</b>	<b>Paid during the year Kshs</b>	<b>Balance c/f FY 2022/23 Kshs</b>
Supply of goods	-	-	-	-
Supply of services	2,481,780	15,882,740	161,782	18,202,738
<b>Total</b>	<b>2,481,780</b>	<b>15,882,740</b>	<b>161,782</b>	<b>18,202,738</b>

**13. Annexes**  
**Annex 1: Prior Year Auditor-General’s Recommendations**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/AUD/KYEOP/2021-2022(23)	Amount withdrawn but unclaimed	Management confirms all amounts withdrawn are credited in the project bank account and there were no pending expenditure returns to National Treasury	Resolved	-
OAG/AUD/KYEOP/2021-2022(23)	Budgetary Control and Performance	Management confirms that the project is on course and will achieve its intended objective as per the project design and financing agreement	Resolved	-

  
**Henry M. Rithaa**  
Accounting Officer

  
**Caroline Kioko**  
Program Co-ordinator

**Annex 2 – Variance Explanation On Comparative Budget and Actual Amounts**

The variance of 81% on payment for expenditure was largely influenced by the COVID-19 pandemic which slowed down the project’s planned activities for 2021/22 financial year. Also, part of the domestic and foreign grants were disbursed during quarter 4 of the 2021/2022 financial year. This greatly affected the project’s absorption rate as compared to approved budget with substantial amount of disbursement to beneficiaries scheduled for quarter one of the next financial year.

**Table On Itemised Variance Analysis**

	<b>Final Budget</b>	<b>Actual on Comparable Basis</b>	<b>Budget Utilization Difference</b>	<b>% of Utilization</b>	<b>Comments on Variance (below 90% and over 100%)</b>
	<b>a</b>	<b>b</b>	<b>c=a-b</b>	<b>d=b/a %</b>	
<b>Receipts</b>					
Transfer from Government entities	-	-	-	0%	No variance
Proceeds from domestic and foreign grants	1,170,100,000	763,589,176	406,510,824	65%	Delays due to delay in exchequer release.
Proceeds from borrowings	-	-	-	0%	No variance
Miscellaneous receipts	-	-	-	0%	No variance
<b>Total Receipts</b>	<b>1,170,100,000</b>	<b>763,589,176</b>	<b>406,510,824</b>	<b>65%</b>	
<b>Payments</b>					
Compensation of employees	29,900,000	24,429,113	5,470,887	82%	Some employees left the project and were replaced towards the end of the period.
Social security benefits	200,000	174,800	25,200	87%	Some employees left the project and were replaced towards the end of the period.
Purchase of goods and services	165,000,000	160,536,701	4,463,299	97%	Target achieved
Grants to beneficiaries	973,000,000	937,320,000	35,680,000	96%	Target achieved

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

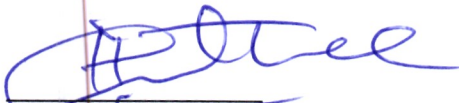
Acquisition of non-financial assets	2,000,000	-	2,000,000	0%	Delays due to delay in exchequer release.
<b>Total Payments</b>	<b>1,170,100,000</b>	<b>1,122,460,613</b>	<b>47,639,387</b>	<b>96%</b>	


**Note:**

- There was a budget rollover from financial 2021/2022 of Ksh. 649,715,025.
- A balance of Ksh. 470,539,000 has been requested but not received.

**Annex 3: Reconciliation of inter-entity transfers**

<b>KYEOP</b>				
<b>Break down of transfers from the State Department of Trade</b>				
<b>A.</b>	<b>Government Counterpart funding</b>			
		Bank Statement Date	Amount (Kshs)	FY to which the amounts relate
			-	-
		<b>Total</b>	-	-
<b>B.</b>	<b>Direct payments</b>			
		Bank Statement Date	Amount (Kshs)	FY to which the amounts relate
		08-07-22	64,028,176	2022/2023
		10-01-23	699,561,000	2022/2023
		<b>Total</b>	<b>763,589,176</b>	
<b>C.</b>	<b>Others</b>			
		Bank Statement Date	Amount (Kshs)	FY to which the amounts relate
			-	
		<b>Total</b>	-	
		<b>Total (A+B+C)</b>	<b>763,589,176</b>	

  
**Henry M. Rithaa**  
 Accounting Officer

  
**Caroline Kioko**  
 Program Co-ordinator

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

**Annex 4 - Analysis of Pending Bills**

NO	SUPPLIER OF GOODS OR SERVICES	DATE CONTRACTED/INVOICES	ORIGINAL AMOUNT	AMOUNT PAID TO DATE	OUTSTANDING BALANCE 2022/23	OUTSTANDING BALANCE 2021/22	COMMENTS
	<b>a</b>	<b>b</b>	<b>a</b>	<b>c</b>	<b>d=a-c</b>		
1	Surestep	01-07-20	6,666,700	4,346,702	2,319,998	2,319,998	Paid as per contract
2	Multi-Line Motors Kenya	15-06-21	75,867	75,867	-	75,867	Paid
3	Multi-Line Motors Kenya	14-06-21	85,915	85,915	-	85,915	Paid
4	Crown Motors	29-06-23	51,785	-	51,785		Paid in the next financial year
5	Rani Agencies	23-05-23	3,660,000	-	3,660,000		Paid in the next financial year
6	Kilifi Primary School	24-05-23	24,800	-	24,800		Paid in the next financial year
7	Flag Forty Two	23-06-23	8,241,750	-	8,241,750		Paid in the next financial year
8	Multi-Line Motors Kenya	07-06-23	46,867	-	46,867		Paid in the next financial year
9	Benmaks Services Limited	19-06-23	160,000	-	160,000		Paid in the next financial year
10	Aghipo Solutions Limited	21-06-23	2,317,888	-	2,317,888		Paid in the next financial year
11	Kitui Multipurpose	30-06-23	21,000	-	21,000		Paid in the next financial year
12	Kisii County Government	30-06-23	40,000	-	40,000		Paid in the next financial year
13	Kisii National Polytechnic	30-06-23	24,000	-	24,000		Paid in the next financial year
14	Champion Travels Ltd	30-06-23	438,550	-	438,550		Paid in the next financial year
15	Champion Travels Ltd	19-06-23	129,900	-	129,900		Paid in the next financial year

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

16	Ziwani Youth Polytechnic	30-06-23	41,760	-	41,760	Paid in the next financial year
17	Kenya Forestry Research Institute	30-06-23	24,000	-	24,000	Paid in the next financial year
18	Mandera South Disable Organization	27-06-23	37,120	-	37,120	Paid in the next financial year
19	Kisii County Government	30-06-23	40,000	-	40,000	Paid in the next financial year
20	Hotel Waterbuck	23-06-23	168,000	-	168,000	Paid in the next financial year
21	Kilifi Primary School	27-06-23	40,000	-	40,000	Paid in the next financial year
22	Mama Grace Onyango Social Hall	30-06-23	32,000	-	32,000	Paid in the next financial year
23	Bishop Hannington Institute	30-06-23	40,000	-	40,000	Paid in the next financial year
24	Worldclass Express Events And Catering Limited	30-06-23	34,800	-	34,800	Paid in the next financial year
25	Kitui Multipurpose	30-06-23	28,000	-	28,000	Paid in the next financial year
26	Wajir Youth Polytechnic	30-06-23	27,840	-	27,840	Paid in the next financial year
27	Worldclass Express Events And Catering Limited	23-05-23	34,800	-	34,800	Paid in the next financial year
28	Almubarak Traders Self Help Group	30-06-23	27,840	-	27,840	Paid in the next financial year
29	Kenya Industrial Estate Limited	30-06-23	20,000	-	20,000	Paid in the next financial year
30	Kenya Industrial Estate Limited	30-06-23	15,000	-	15,000	Paid in the next financial year
31	Mandera South Disable Organization	30-06-23	27,840	-	27,840	Paid in the next financial year
32	St. Pauls Kibabii Diplomat Ttc	30-06-23	20,000	-	20,000	Paid in the next financial year

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

33	Kakamega Multipurpose	30-06-23	27,200	-	27,200				Paid in the next financial year
34	Cosmopolitan Youth Group	30-06-23	40,000	-	40,000				Paid in the next financial year
	<b>TOTAL</b>		<b>22,711,222</b>	<b>4,508,484</b>	<b>18,202,738</b>			<b>2,481,780</b>	

**Annex 5 – Summary of Fixed Assets Register**

<b>Asset Class</b>	<b>Opening Cost (Kshs) 2022/23</b>	<b>Donations in form assets (Kshs) 2022/23</b>	<b>Purchases/ Additions in the Year (Kshs) 2022/23</b>	<b>Disposals in the Year (Kshs) 2022/23</b>	<b>Transfers in/ (Out) Kshs 2022/23</b>	<b>Closing Cost (Kshs ) 2021/22</b>
	<b>a</b>	<b>b</b>	<b>c</b>	<b>d</b>	<b>d</b>	<b>e=a+b+c-d+(-)d</b>
ICT Equipment	37,970,877	-	-	-	-	37,970,877
Other Office Equipment	10,520,463	-	-	-	-	10,520,463
Motor Vehicle	38,121,586	-	-	-	-	38,121,586
<b>Total</b>	<b>86,612,926</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>86,612,926</b>

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

**APPENDICES**

**SPECIAL DESIGNATED ACCOUNT**

13

**KENYA YOUTH EMPLOYMENT & OPPORTUNITIES PROJECT (SDOII)**  
**STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION**  
**FOR THE YEAR ENDED 30 JUNE 2023**

Credit No.: IDA LOAN No. CREDIT NO.58120-KE (DA-BB)

Bank Account No.: 1000308664 Held with CENTRAL BANK OF KENYA

	NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by IDA		40,880,181.97
	<b>Less:</b>		
2	Total amount documented		33,912,128.44
3	<b>Outstanding amount to be documented</b>		<b>6,968,053.53</b>
	<b>Represented by:</b>		
4	Ending Special account Balance as as 30 June 2023		200,594.22
5	Amounts claimed but not credited as at 30 June 2023		-
6	Amounts withdrawn and not claimed		6,767,459.31
7	Service Charges (if not included in lines 5 and 6 above)		-
8	Interest earned (if included in Special Account)		-
9	<b>Total advance to Special Account Year ended 30 June 2023</b>		<b>6,968,053.53</b>

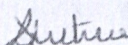
Discrepancy between total appearing on line 3 and 9

-

**Notes:**

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures

The amount appearing on line 6 is eligible for financing by World Bank and shall be documented in subsequent IFRs

  
 AUTHORISED REPRESENTATIVE  
 RESOURCE MOBILISATION DEPARTMENT  
 THE NATIONAL TREASURY

DATE: 28-08-2023

**SPECIAL ACCOUNT STATEMENT**

For period ending	<b>30th JUNE, 2023</b>
Account No.	<b>1000308664</b>
Depository Bank	<b>CENTRAL BANK OF KENYA.</b>
Address	<b>CENTRAL BANK OF KENYA.</b>
Related Loan	<b>Y.E.O.P-MIN OF INDUSTRY 5812-KE B</b>
Credit Agreement	
Currency	<b>USD</b>

**Part A - Account Activity**

Beginning balance of 1st July, 2022 as per C.B.K. Ledger Account	<b>200,594.22</b>
<b>Add:</b>	
Total Amount deposited by World Bank	<b>5,700,000.00</b>
Total Interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
<b>Deduct:</b>	
Total amount withdrawn	<b>5,700,000.00</b>
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June, 2023	<b>200,594.22</b>

**AUTHORISED REPRESENTATIVE  
CENTRAL BANK OF KENYA**

SIGNATURE:

*[Signature]*

DATE

**24.07.2023**

**AUTHORISED REPRESENTATIVE  
EXTERNAL RESOURCES  
DEPARTMENT-TREASURY**

SIGNATURE:

*[Signature]*

DATE

**28-08-2023**

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2023 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

**Kenya Youth Employment and Opportunities Project (KYEOP)**  
**Annual Report and Financial Statements for the financial year ended June 30, 2023**

Results 1 - 2 of 2 46

Run Date: 19/07/2023 Run Time: 14:09:39  
 CENTRAL BANK OF KENYA  
 BANKI KUU YA KENYA  
 P.O. BOX 50000-0200  
 NAIROBI  
 STATEMENT PERIOD: From 01/07/2022 To

STATEMENT OF ACCOUNT

PAGE NO : 1

ACCOUNT NUMBER : 1000308664

ACCOUNT TITLE : Y.E.O.P/MIN OF INDUSTRY 5812-KE B  
 30/06/2023

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE
OPENING BAL :			200,594.22		
NO.	Value Date	Reference.No	Details	Debit	Credit
1	17/11/2022	FT22321KBNJ0	FUNDING	0.00	5,700,000.00
2	13/12/2022	FT22347PPSRJ	PA129570	-5,700,000.00	0.00
					<b>Balance</b>
					5900594.22
					200594.22
					CLOSING BALANCE : 200594.22

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

[More Options](#)

Find

[Clear Selection](#)

Account equals ▼ 1000308664  
 Statement From equals ▼ 20220701  
 Statement To equals ▼ 20230630

TAM.E.STMT.OF.ACCT.EPRM

**BANK RECONCILIATION**

**MICRO AND SMALL ENTERPRISES AUTHORITY  
 KYEOP PROJECT ACCOUNT BANK RECONCILIATION  
 KENYA COMMERCIAL BANK - KIPANDE BRANCH  
 ACC. NO.1201006155  
 AS AT 30TH JUNE, 2023**

**Summary**

1	Balance As Per Bank Statement			290,843 587.96
	Less:			
2	Payments in Cashbook not in Bank statement			
	Receipts in Bank Statement not in cashbook			
4	1-2-3			290,843 587.96
	Add:			
5	Payments in Bank statement not in Cash book			
6	Receipts in Cashbook not in Bank statement			
	(4+5+6)			<b>290,843,587.96</b>
8	Balance as per Cashbook balance			290,843,587.96

Prepared By Franciscah Ovelo Date 5/07/2023

Checked By Agnes Date 10.07.23

Approved By [Signature] Date 10.07.2023