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**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**GLOBAL FUND MALARIA CONTROL  
PROGRAMME GRANT/CREDIT NO. KEN-M-  
TNT-1546 AND ROUND 10 KEN-011-G13-M**

**FOR THE YEAR ENDED  
30 JUNE, 2021**

**MINISTRY OF HEALTH**



**Project Name.... GLOBAL FUND MALARIA**

**Implementing Entity.... MINISTRY OF HEALTH - MALARIA CONTROL PROGRAMME**

**PROJECT GRANT/CREDIT NUMBER. KEN-M-TNT-1546 AND ROUND 10 KEN-011-G13-M**


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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2021**

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



**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANT/CREDIT NO. KEN-M-TNT1546 AND ROUND 10 KEN-011-G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

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

### **1.1 Name and Registered Office**

**Name:** GLOBAL FUND MALARIA CONTROL PROGRAMME MINISTRY OF HEALTH KEN-M-TNT-1546 AND ROUND 10 KEN-011-G13-M

**Objective:** KEN-M-TNT- 1546

**Goal:** To reduce malaria incidence and deaths by at least 75% of the 2016 level by 2023.

**Specific Objectives:** The key objectives for this proposal are;

1. To manage 100% of suspected malaria cases according to the Kenya malaria treatment guidelines by 2023;
2. To establish systems for malaria elimination in targeted counties by 2023;
3. To increase utilization of appropriate malaria interventions in Kenya to at least 80% by 2023;
4. To strengthen malaria surveillance and use of the information to improve decision-making for programme performance; and
5. To provide leadership and management for optimal implementation of malaria interventions at all levels for the achievement of all objectives by 2023.

**Address:** The project headquarters offices are in Nairobi, Kenya.

Ministry of Health

P.O. Box 30016 -00100

Afya House, Cathedral Road,

NAIROBI

Malaria Control Programme

Ministry of Health

National Public Health Laboratories grounds

Next to Kenyatta National Hospital

P. O. Box 19982-00202

KNH – NAIROBI

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

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E-mail: [gngithuka@gmail.com](mailto:gngithuka@gmail.com)

Website: [www.nmcp.or.ke](http://www.nmcp.or.ke)

### **1.2 Project Information**

|                     |   |
|---------------------|---|
| Project Start Date: | The project start date is 1 <sup>st</sup> January 2018 (KEN-M-TNT-1546) |
| Project End Date:   | The project end date is 30 <sup>th</sup> June 2021 (KEN-M-TNT-1546)     |
| Project Manager:    | The project manager is Dr. George Githuka                               |
| Project Sponsor:    | The project sponsor is Global Fund                                      |

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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

**1.3 Project Overview**

|  |   |
|--|---|
| Line Ministry/State Department of the project              | The project is under the supervision of the Ministry of Health.   |
| Project number   | <b>KEN-M-TNT-1546 AND ROUND 10 KEN-011-G13-M</b>  |
| Strategic goal of the project<br>KEN-M-TNT-1546            | To reduce malaria incidence and deaths by at least 75% of the 2016 level by 2023.   |
| Achievement of strategic goals<br>KEN-M-TNT-1546           | The project management aims to achieve the goals through the following means:<br><ul style="list-style-type: none"> <li>(i) Mass net distribution of LLINs to persons in high burden counties coupled to the creation of awareness among communities to utilise the LLINs;</li> <li>(ii) Provision of treatments and diagnostics for patients attending public health facilities and training of health workers to manage malaria appropriately. Health workers in the private sector are also targeted for training and supervision;</li> <li>(iii) Strengthen surveillance of malaria, improve reporting and quality of data; and</li> <li>(iv) Advocacy communication and social mobilisation to ensure that vulnerable communities take up malaria interventions to prevent and control malaria.</li> </ul> |
| Other important background information of the project      | KEN-M-TNT-1546 commenced on 1 <sup>st</sup> Jan 2018 and ran up to 30 <sup>th</sup> June 2021. This is a performance based grant and inability to meet targets can impact future funding. The government is required to allocate counterpart funding which should complement the grant and should be used to implement activities related to program objectives. The funds are received by treasury and are disbursed based on agreed budget and work plan. Oversight for the grant is through the ICCs and the National Oversight Committee.   |
| Current situation that the project was formed to intervene | The project was formed to intervene in the following areas:<br><ul style="list-style-type: none"> <li>(i) Offer protection to vulnerable communities to prevent malaria;</li> <li>(ii) Procure ACTs and RDTs required to manage the disease, and train health workers on the case management guidelines written as per</li> </ul>   |

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|                  |  |
|------------------|--|
|                  | WHO recommendations;<br>(iii) Increase uptake of malaria interventions;<br>(iv) Improve data collection, accuracy, timeliness and use to influence policy; and<br>(v) Improve program management capacity by hiring additional staff and holding regional planning and review meetings on a regular basis. |
| Project duration | KEN-M-TNT-1546 project started on 1 <sup>st</sup> January 2018 ended 30 <sup>th</sup> June 2021.   |

**1.4 Bankers**

The following are the bankers for the current year:

Cooperative Bank of Kenya

Upper Hill Branch

P.O Box 48231-00100

NAIROBI

**1.5 Auditors**

The project is audited by;

The Auditor-General

Office of the Auditor General

P.O Box 30084- 00100

NAIROBI

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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

**1.6 Roles and Responsibilities**

| <b>Names</b>       | <b>Title designation</b>   | <b>Key qualification</b>                  | <b>Responsibilities</b>   |
|--------------------|--|---|---|
| Dr, George Githuka | Head- Division of National Malaria Programme                         | Medical Officer; Public Health Specialist | Provide oversight for the grant; sign off correspondences from the program, correspondence with the global fund and the KCM on this grant.  |
| Ms. Debora Ikonge  | Program planner (Focal Point, Partnerships and resource mobilisation | Program Officer                           | Coordination of proposal development, budget reviews, filling up programmatic accounting documents, grant oversight, participation in global fund meetings at MOH and PR-The National Treasury. |
| Mwaniki Njuguna    | Senior Finance Officer   | Accountant                                | Financial Oversight, Budget preparation and Budgetary control, Donor and GOK Reporting and Periodic Budget reviews and preparation of financial reports.  |
| Bancy M. Nguthi    | Principal Accountant   | Accountant                                | Financial guidance Preparation of routine and adhoc financial reports.  |

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## PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

**1.7 Funding Summary**

KEN-M-TNT-1546 Grant begun on 1<sup>st</sup> January 2018 with a total funding of USD 54,156,636 (Malaria (Sub Recipient) USD 22,584,900 and National Treasury (Principal Recipient) 31,571,735) there was an additional funding of USD 8,661,734 (malaria USD 2,499,738 and National Treasury USD 6,161,996) in May 2019 making a total funding of USD 62,818,370 (Malaria 25,084,638 and National treasury 37,571,735). In August 2019 there was an additional funding of USD 11,199,999 (Malaria 3,232,267 and National treasury 7,967,732) making a total funding of USD 74, 018,369; this grant was implemented for a period of 3.5 Years ending 30<sup>th</sup> June 2021.

Phase I of KEN-011-G13-M Project begun on 1<sup>st</sup> January 2012 with a total funding of USD 38,443,645 and was implemented for a period of 2 years ending 31<sup>st</sup> December 2013. Phase II commenced on 1<sup>st</sup> January 2014, with a total funding of USD 70,937,998. On 1<sup>st</sup> October 2015 the New Funding Model (NFM) was introduced consolidating the balances under phase two of the grant and introduced an additional funding of USD 51,507,426, making a total approved budget of US \$68,437,830. The NFM grant was initially to run for 1.5 years up to 30<sup>th</sup> June 2017 but there was a costed extension up to 31<sup>st</sup> December 2017 making it for 2 years and further extension up to 30<sup>th</sup> June 2018. This project expired on 30<sup>th</sup> June 2018.

Below is the funding summary for part of the Grant that relates to the Malaria Control Program:

| Source of funds              | Donor Commitment-  |                      | Amount received to date – (30 June 2021) |                      | Undrawn balance to date (30 June 2021) |                |
|------------------------------|--------------------|----------------------|--|----------------------|--|----------------|
|                              | Donor currency (A) | KShs (A')            | Donor currency (B)                       | KShs (B')            | Donor currency (A)-(B)                 | KShs (A')-(B') |
| <b>(i) Grant</b>             |                    |                      |  |                      |  |                |
| Global Fund KEN-011-G13-M    | 42,165,297         | 4,216,529,700        | 49,621,152                               | 4,962,151,171        | -                                      | -              |
| <b>Total</b>                 | <b>42,165,297</b>  | <b>4,216,529,700</b> | <b>49,621,152</b>                        | <b>4,962,151,171</b> | -                                      | -              |
| Global Fund KEN-M – TNT-1546 | 28,316,905         | 2,917,150,919        | 30,536,075                               | 3,251,435,369        | -                                      | -              |
| <b>Total</b>                 | <b>28,316,905</b>  | <b>2,917,150,919</b> | <b>30,536,075</b>                        | <b>3,251,435,369</b> | -                                      | -              |
| GOK                          | -                  | -                    | -  | -                    | -                                      | -              |
| <b>Grand Total</b>           | <b>70,482,202</b>  | <b>7,133,680,619</b> | <b>80,157,227</b>                        | <b>8,213,586,540</b> | -                                      | -              |

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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

**1.8 Summary of Overall Project Performance:**

- Budget performance against actual amounts for current year budget is Kshs 1,706,344,432 and actual is Kshs 1,764,687,016.
- Physical progress based on outputs, outcomes and impacts since project commencement  
The project has contributed by offering protection to vulnerable communities to prevent malaria. It has procured ACTs and RDTs required to manage the disease, and trained health workers on the case management guidelines written as per WHO recommendations. It has also increased uptake of malaria interventions. It has improved data collection, accuracy, timeliness.
- **VALUE-FOR-MONEY ACHIEVEMENTS** - In terms of value for money, the interventions supported by Global Fund have been of high quality as shown by the assessments done by the Local Fund Agent of the Global Fund (LFA). All the interventions follow international set guidelines. The procurement of medicines and other equipment have met the required standards while trainings undertaken follow an accepted curriculum which has built the confidence of health care workers to deal with Malaria and emerging challenges. The program has also documented prudent use of resources where savings have been realized and put into good use by reallocating to other important activities like supporting distribution of nets, Kenya Malaria Indicator Survey and Surveillance trainings. The project has also been rated well by the Global Fund.

**CHALLENGES AND RECOMMENDATIONS.**

- i) Low uptake of interventions;
- ii) Long procurement processes that delay the utilization of funds and therefore the project has time and again reported low fund absorption;
- iii) With the devolved government structure , proper channels for funds flow to the devolved structures have not been established; and
- iv) The emergence of Covid 19 affected the implementation of the Program activities especially those carried out in the counties such as Mass net Distribution, Surveillance Trainings and also Bi-annual Review meetings.

Way forward.

- i. Advocacy communication and social mobilization through mass media and community sensitization efforts are aimed at increasing the uptake of these interventions;
- ii. Procurement planning is important to ensure that lead times do not interfere with grant performance;
- iii. Sensitize the counties on GF and the expectation of the donor on grant management and reporting. This should also be a continuous process even at the ministry level so that all the players involved in the running of the grant understands the crucial expectation and especially on the timelines and implication on the grant performance; and

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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

- iv. There is need for government to allocate resources for malaria control as per GF requirements for counterpart funding.

**1.9 Summary of Project Compliance:**

- The project has been meeting its obligation to supplies and other third parties and there are no long outstanding claims or suits against it;
- The project has been compliant by submitting the following statutory returns: PAYE, NSSF, NHIF;
- Procurements are carried out in compliance with the Public Procurement and Asset Disposal Act 2015.

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**2 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 objectives of the Global Fund Malaria Grant project 2018- June 2021 plan are to:

- a) To protect 100 percent of people living in malaria risk areas through access to appropriate malaria preventive interventions by 2023.
- b) To manage 100 percent of suspected malaria cases according to the Kenya malaria treatment guidelines by 2023
- c) To establish systems for malaria elimination in targeted counties by 2023
- d) To increase utilisation of appropriate malaria interventions in Kenya to at least 80 percent by 2023
- e) To strengthen malaria surveillance and use of information to improve decision making for programme performance
- f) To provide leadership and management for optimal implementation of malaria interventions at all levels, for the achievement of all objectives by 2023

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**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>Activity intervention</b> | <b>Objective</b>  | <b>Outcome</b>   | <b>Indicator</b>   | <b>Performance</b>   |
|--|------------------------------|---|--|--|--|
| Global Fund Malaria Grant KEN-M-TNT-1546 | Mass LLIN campaign           | To protect 100 percent of people living in malaria risk areas through access to appropriate malaria preventive interventions by 2023                  | Protect household members in malaria risk areas through appropriate malaria preventive interventions | Proportion of households with universal coverage of LLINs in malaria risk areas  | 51% of households in areas at risk of malaria provided with adequate LLINs to cater for the entire household. Mass LLIN campaign postponed due to COVID pandemic restrictions was successfully done.                         |
| Global Fund Malaria Grant KEN-M-TNT-1546 | Quality of Care Survey       | To manage 100 percent of suspected malaria cases according to the Kenya malaria treatment guidelines by 2023  | Ensure adherence to malaria prevention, diagnosis and treatment guidelines                           | Proportion of suspected malaria cases presenting to public health facilities managed in accordance with the Kenya malaria treatment guidelines | 55% of febrile patients managed as per the guidelines. Inadequate stocks of malaria diagnostic kits. Prioritized malaria surveillance trainings in 15 counties. 32 counties will be trained in the subsequent financial year |
| Global Fund Malaria Grant KEN-M-TNT-1546 | KMIS/PMLLIN Survey           | To increase utilisation of appropriate malaria interventions in Kenya to at least 80 percent by 2023  | Advocate for increased utilization of malaria interventions through various channels                 | Proportion of population that slept under an LLIN the previous night   | 66% of household population using an LLIN the previous night. Use of social behaviour change communication channels to enhance uptake of interventions   |
| Global Fund Malaria Grant KEN-M-TNT-1546 | Commodity security meetings  | To provide leadership and management for optimum implementation of malaria interventions at all levels, for the achievement of all objectives by 2023 | Ensure adequate resources as well as coordinate implementation of malaria activities                 | Proportion of public health facilities having no stock out of key malaria commodities in the facility  | 66% had malaria medicines in stock. Implement malaria commodity review meetings with stakeholders and come up with mitigation measures to avert stock outs.  |

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

#### **REPORTING**

The purpose of the Division of National Malaria Program is to provide policy, strategic guidance and co-ordinate the scaling up of an effective malaria control and also to ensure provision of quality care and prevention services for all people affected by malaria. This is achieved by bringing together stakeholders involved in Malaria control including development partners, civil society, county Governments and other stakeholders by providing a platform for participation in planning and decision making on matters related to Malaria treatment and prevention in Kenya. The program is mandated to mobilize resources in order to make sure that Malaria diagnosis and treatment are accessible to the clients at the minimum cost to reduce financial burden to persons and families affected by the disease. The program holds biannual review meetings with key stakeholders including Malaria coordinators, pharmacists from all 47 counties to review progress on the implementation of agreed-upon activities, share experiences, disseminate key outputs from activities, discuss challenges and brainstorm solutions

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

The Program makes Continuous efforts towards the improvement of efficiency in the utilization of existing resources and advocates for increased sustainable investment in Malaria interventions at National and County Governments. In particular advocacy for increased public funding for Malaria interventions with a view to enhance sustainability is a key concern for the Malaria Program. The program developed a national strategic plan (2019-2023) which identifies gaps which are fully costed as a guide for resource mobilization. This enables counties and stakeholders to mobilize resources at that level. UHC is a key pillar in achieving accessible quality health services. The program through, GOK and partners is also investing in health systems to ensure sustainability. The government continues to avail domestic resources to support Malaria commodity procurement including first line medicine and laboratory equipment such as Microscopes. However, most of the program activities are still donor dependant including provision of Long Lasting Insecticide treated Nets to the community, Malaria Testing Kits (Rapid Diagnostic Test kits) and Indoor Residual Spraying

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

The main goal of environmental policy is to regulate resource use or reduce pollution to promote human welfare and protect natural resources. Environmental factors such as bushes and stagnant water around homes, low altitudes and high temperatures favour the breeding of Malaria. The Malaria Program through assistance from various stakeholders has offered indoor Residue Spraying and also distribute Long Lasting Insecticide treated Nets in an effort to prevent Malaria. In taking care of the environment, the program ensures that the chemicals used for Indoor Residue Spraying and those used to treat the nets are user friendly and do not have adverse effects on the users.

#### **3. Employee welfare**

The program implements the Public Service commission policies procedures and guideline as provide. During hiring the program applies the *i) Human Resource Policies and Procedures Manual for the Public Service – May 2016* and *ii) Diversity Policy for Public Service - May 2016* to foster, cultivate and preserve a culture of respect for diversity by embracing and encouraging an inclusive workforce in terms of age, colour, minority and marginalized,

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disability, ethnicity, family or marital status, gender, language, physical and mental ability, race, religion, socio-economic status, and other characteristics that make its human resource unique.

The Program is currently implementing the i) *Human Resource Policies and Procedures Manual for the Public Service – May 2016* ii) *Human Recourse Development Policy for the Public Service where – June 2015*; clear guidelines for efficient, effective and purpose driven management of human resource development in the public service for socio-economic development. Further, it provides for systematic identification and mitigation of performance gaps; and creation of an environment that promotes Private Public Partnerships in training and development, innovativeness and creativity in service delivery. In addition, it provides direction in planning and implementation of capacity building programmes and mechanisms for performance improvement, while ensuring continuous and lifelong learning for public servants. The Policy presents a mechanism for structured training, competency development and assessment; knowledge and talent management; entrenchment of Values and Principles of Public Service, human resource development audit and development of a monitoring, evaluation and reporting framework for human resource development programmes.

Division of National Malaria Control is implementing the *Occupational safety and health policy guidelines for the health sector In Kenya* as developed by the Ministry of Health. The program staff are also provided with a comprehensive medical cover to ensure improved health for higher productivity

**4. Market place practices-**

*a) Responsible competition practice.*

The Division of National Malaria Control is a division within the Ministry of Health, being a government entity, the program does not participate or have any political affiliation(s) neither does it undertake any commercial activities. All the staff are duly trained and guided by the i) Code of Regulation, ii) Bribery Act 47 and framework for the implementation of values and principles in articles 10 and 232 of the constitution in the public service 2015.

*b) Responsible Supply chain and supplier relations and responsible marketing and advertising*

Division of National Malaria Control Program as a government entity is governed by the *Public Procurement and Disposal Act 2015* and *PFM Act 2012*. This act clearly stipulates policies and procedures to follow to ensure fair and competitive selection of suppliers when procuring goods and services to be used in the implementation of the project. Being a performance-based grant, the Malaria program settles all invoices within thirty days to enhance grant absorption.

*c) Product stewardship*

Management of Malaria Health commodities follows the pharmacy and poisons Act CAP 244 (revised Edition 2015 and other relevant legislation. Procurement of Malaria Health Commodities under special programmes like Global Fund Follows Government rules and regulations and procurement by other donor Agencies follows the rules and regulations of the relevant organisations.

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**5. Community Engagements-**

Every three years the Ministry of Health through the Division of National Malaria Program distributes Long Lasting Insecticide Treated Nets to vulnerable communities with an aim of preventing and controlling Malaria. These nets are provided to the community free of charge. During the distribution process, the involvement of the community including the Village Elders, Community Health Volunteers, Health Workers, Religious institutions and also Chiefs is clearly visible as they get involved in the registration of households to receive the nets and also in the actual distribution of the nets. Also Once every year on the 25<sup>th</sup> of April the Program Facilitates World Malaria day during which period the community is highly involved. The role of communities and community-based organizations in Malaria work is however mainly limited to a few tasks in service delivery. Lessons learnt from other public health responses, highlight the importance of community engagement and participation in all aspects of communication, advocacy, planning, implementation and monitoring of programs.

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

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

The *Principal Secretary* for the Ministry of Health and the *Project Coordinator* for Malaria project accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The *Principal Secretary* for the Ministry of Health and the *Project Coordinator* for Malaria project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year ended June 30, 2021, and of the Project's financial position as at that date. The *Principal Secretary* for Ministry of Health and the *Project Coordinator* for **Malaria project** further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The *Principal Secretary* for the Ministry of Health and the *Project Coordinator* for malaria project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

#### **Approval of the Project financial statements**

The Project financial statements were approved by the *Principal Secretary* for the Ministry of Health and the *Project Coordinator* for **Malaria project** on 29<sup>th</sup> September 2021 and signed by them.



Principal Secretary  
Name: Susan N. Mochache



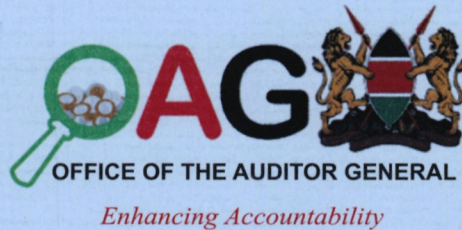
Project Coordinator  
Name: Dr. Mulwa A. M



Project Accountant  
Name: Bancy Nguthi  
ICPAK Member Number 20439

# REPUBLIC OF KENYA

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

## **REPORT OF THE AUDITOR-GENERAL ON GLOBAL FUND MALARIA CONTROL PROGRAMME GRANT/CREDIT NO. KEN-M-TNT-1546 AND ROUND 10 KEN-011-G13-M FOR THE YEAR ENDED 30 JUNE, 2021 - MINISTRY OF HEALTH**

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### **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, gazetted 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 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 Global Fund Malaria Control Programme Grant/Credit No. KEN-M-TNT-1546 and Round 10 KEN-011-G13-M set out

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*Global Fund Malaria Control Programme Grant/Credit No. KEN-M-TNT-1546 and Round 10 KEN-011-G13-M for the year ended 30 June, 2021 - Ministry of Health*

on pages 1 to 16 which comprise the statement of financial assets as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then 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, the financial statements present fairly, in all material respects, the financial position of Global Fund Malaria Control Programme Grant/Credit No. KEN-M-TNT-1546 and Round 10 KEN-011-G13-M 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 grant agreement dated 15 December, 2017 between Global Fund and the Republic of Kenya and the Public Finance Management Act, 2012.

### **Basis of Opinion**

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Global Fund Malaria Ministry of Health Control Programme Grant/Credit No. KEN-M-TNT-1546 and Round 10 KEN-011-G13-M 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 that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter(s) 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. Unsupported Basic Wages of Temporary Employees**

The statement of receipts and payment reflects compensation of employees of Kshs.18,709,029 (2020 – Kshs.17,655,038) as disclosed under Note 11.4 to the financial statements. Included in the amount is Kshs.14,169,476 on basic wages of temporary

employees. However, the employment contracts of the employees expired in 2016 and have not been renewed. This is contrary to employment Act, 2007 section 9(2) which states that an employer who is a party to a written contract of service shall be responsible for causing the contract to be drawn up stating particulars of employment and that the contract is consented to by the employee.

To this extent, the Project management is in breach of the law.

## **2. Irregular Domestic Travel Expenditure**

The statement of receipts and payments reflects purchase of goods and services balance of Kshs.1,553,228,083 (2020 – Kshs.373,861,508) as disclosed under Note 11.5 to the financial statements. Included in this figure is Kshs.830,648,881 in respect to domestic travel and subsistence, the management however did not use imprest system but claims were made contrary to section 91(2) of the Public Finance Management Act (National Government) regulations, 2015 which states that the officer authorized to hold and operate an imprest shall make a formal application for the imprest through an imprest warrant. In addition, management did not provide donor correspondences indicating their preference to use this method.

To this extent, the Project Management is in breach of the law.

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 matter(s) 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**

#### **Incomplete Fixed Assets Register**

Analysis of the fixed asset register revealed that the Project acquired assets three (3) motor vehicles, two (2) UPS servers, twenty (20) UPS power backup, a microwave, a laser printer, fifty-five (55) laptop bags, sixty-five (65) laptops, power adaptors, five (5) desktop computers, two (2) drawer fire proof safe and a bulk filling storage cabinet. However, details of dates of acquisition, unique identification numbers, purchase prices of the assets were not indicated in the asset register. Further, annexure on summary of

fixed assets was not included in the financial statement as required by the 2020-2021 Public Sector Accounting Standards Board (PSASB) reporting template.

Consequently, the internal control expected from a well-maintained fixed assets register was missing and therefore the existence and ownership of fixed assets could not be confirmed as at 30 June, 2021.

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.

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by Financing Agreement dated 15 December 2017, 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 are in agreement 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 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 Project'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 Project 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 Project 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 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 going concern 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 Project'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 Programme 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 Programme to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

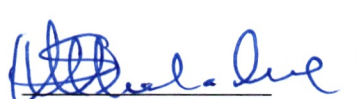
**16 December, 2021**

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-**  
**G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

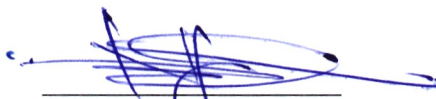
**6 STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2021**

|   | Note | 2020/2021                                      | 2019/2020                                      |                                     |
|---|------|--|--|-------------------------------------|
|   |      | Receipts and payments controlled by the entity | Receipts and payments controlled by the Entity | Cumulative to date (from inception) |
|   |      | KShs   | KShs   | KShs                                |
| <b>RECEIPTS</b>                           |      |  |  |                                     |
| Transfer from Government entities         | 11.1 | -  | -  | 103,298,818                         |
| Proceeds from domestic and foreign grants | 11.2 | 1,757,051,060                                  | 719,446,924                                    | 8,213,586,540                       |
| Miscellaneous receipts                    | 11.3 | 7,635,956.                                     | 2,494,829                                      | 35,471,470                          |
| <b>TOTAL RECEIPTS</b>                     |      | <b>1,764,687,016</b>                           | <b>721,941,753</b>                             | <b>8,352,356,828</b>                |
| <b>PAYMENTS</b>                           |      |  |  |                                     |
| Compensation of employees                 | 11.4 | 18,709,029                                     | 17,655,038                                     | 117,509,867                         |
| Purchase of goods and services            | 11.5 | 1,553,228,083                                  | 373,861,508                                    | 7,530,681,184                       |
| <b>TOTAL PAYMENTS</b>                     |      | <b>1,571,937,112</b>                           | <b>391,516,546</b>                             | <b>7,648,191,051</b>                |
| <b>SURPLUS/(DEFICIT)</b>                  |      | <b>192,749,904</b>                             | <b>330,425,207</b>                             | <b>704,165,772</b>                  |

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



Principal Secretary  
Name: Susan N. Mochache



Project Coordinator  
Name: Dr. Mulwa A. M



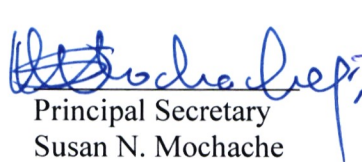
Project Accountant  
Name: Bancy Nguthi  
ICPAK Member Number 20439


**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-**  
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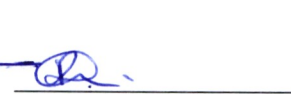
**7 STATEMENT OF FINANCIAL ASSETS AS AT 30 JUNE 2021**

|   | Note   | 2020/2021          | 2019/2020          |
|---|--------|--------------------|--------------------|
|   |        | KShs               | KShs               |
| <b>FINANCIAL ASSETS</b>                     |        |                    |                    |
| <b>Cash and Cash Equivalents</b>            |        |                    |                    |
| Bank Balances                               | 11.6.A | 468,603,263        | 501,201,696        |
| Cash Equivalents (short-term deposits)      | 11.6 B | 235,662,514        | 10,211,177         |
| <b>Total Cash and cash equivalents</b>      |        | <b>704,165,777</b> | <b>511,412,873</b> |
| Accounts receivables – Imprest and Advances | 11.7   | -                  | 5,000              |
| <b>TOTAL FINANCIAL ASSETS</b>               |        | <b>704,165,777</b> | <b>511,417,873</b> |
| <b>LESS: FINANCIAL LIABILITIES</b>          |        |                    |                    |
| Accounts payable                            | 11.6 C |                    | 2,000              |
| <b>NET FINANCIAL ASSETS</b>                 |        | <b>704,165,777</b> | <b>511,415,873</b> |
| <b>REPRESENTED BY</b>                       |        |                    |                    |
| Fund balance b/fwd                          | 11.8   | 511,415,873        | 180,990,666        |
| Surplus/(Deficit) for the year              |        | 192,749,904        | 330,425,207        |
| <b>NET FINANCIAL POSITION</b>               |        | <b>704,165,777</b> | <b>511,415,873</b> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30 June 2021 and signed by:

  
Principal Secretary  
Susan N. Mochache  
Date:

  
Project Coordinator  
Dr. Mulwa A. M  
Date: 6/12/2021


  
Project Accountant  
Bancy Nguthi  
Date:  
ICPAK Member No. 20439

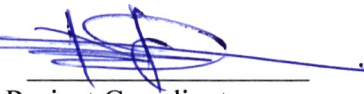
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**For the financial year ended June 30, 2021**


**8 STATEMENT OF CASHFLOW FOR THE PERIOD 30 JUNE 2021**

|  |       | 2020/21            | 2019/20            |
|--|-------|--------------------|--------------------|
|  | Note  | KShs               | KShs               |
| <b>Receipts for operating activities</b>                             |       |                    |                    |
| Transfer from Government entities                                    |       | -                  | ---                |
| Proceeds from domestic and foreign grants                            | 11.2  | 1,757,051,060      | 719,446,924        |
| Miscellaneous receipts   | 11.3  | 7,635,956          | 2,494,829          |
| <b>Payments for operating activities</b>                             |       |                    |                    |
| Compensation of employees  | 11.4  | (18,709,029)       | (17,655,038)       |
| Purchase of goods and services                                       | 11.5  | (1,553,228,083)    | (373,861,508)      |
| <b>Adjustments during the year</b>                                   |       |                    |                    |
| Decrease/(Increase) in Accounts receivable:(outstanding imprest)     | 11.9  | 5,000              | 18,185,600         |
| Increase/(Decrease) in Accounts Payable:<br>(deposits and retention) | 11.10 | (2,000)            | (7,600)            |
| <b>Net cash flow from operating activities</b>                       |       | <b>192,749,904</b> | <b>348,603,207</b> |
| <b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>                      |       |                    |                    |
|  |       | <b>192,749,904</b> | <b>348,603,207</b> |
| <b>Cash and cash equivalent at BEGINNING of the year</b>             |       | <b>511,412,873</b> | <b>162,809,667</b> |
| <b>Cash and cash equivalent at END of the year</b>                   |       | <b>704,162,777</b> | <b>511,412,874</b> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30 June 2021 and signed by:

  
Principal Secretary  
Susan N. Mochache  
Date:

  
Project Coordinator  
Dr. Mulwa A. M  
Date: 6/12/2021

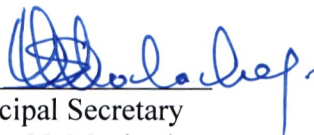
  
Project Accountant  
Nancy Nguthi  
Date:  
ICPAK Member No. 20439

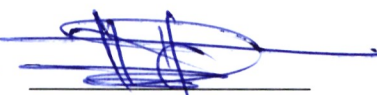
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**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**


**9 STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE YEAR 30 JUNE 2021**

| Receipts/Payments Item                    | Original Budget    | Adjustments          | Final Budget         | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization |
|---|--------------------|----------------------|----------------------|----------------------------|-------------------------------|------------------|
|   | A                  | B                    | c=a+b                | D                          | e=c-d                         | f=d/c %          |
| <b>Receipts</b>                           |                    |                      |                      |                            |                               |                  |
| Proceeds from domestic and foreign grants | 699,434,370        | 1,006,910,062        | 1,706,344,432        | 1,757,051,060              | (50,706,628)                  | 103%             |
| Miscellaneous receipts                    | -                  | -                    | -                    | 7,635,956                  | (7,635,956)                   | -                |
| <b>Total Receipts</b>                     | <b>699,434,370</b> | <b>1,006,910,062</b> | <b>1,706,344,432</b> | <b>1,764,687,016</b>       | <b>(58,342,584)</b>           | <b>103%</b>      |
| <b>Payments</b>                           |                    |                      |                      |                            |                               |                  |
| Compensation of employees                 | 22,210,626         | -                    | 22,210,626           | 18,709,029                 | 3,501,597                     | 84%              |
| Purchase of goods and services            | 677,223,744        | 1,006,910,062        | 1,684,133,806        | 1,553,228,083              | 130,905,723                   | 92%              |
| <b>Total Payments</b>                     | <b>699,434,370</b> | <b>1,006,910,062</b> | <b>1,706,344,432</b> | <b>1,571,937,112</b>       | <b>134,407,320</b>            | <b>92%</b>       |

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

  
Principal Secretary  
Susan N. Mochache  
Date:

  
Project Coordinator  
Dr. Mulwa A. M  
Date: 6/12/2021

  
Project Accountant  
Bancy Nguthi  
Date:  
ICPAK Member No. 20439

## **10 SIGNIFICANT ACCOUNTING POLICIES**

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

### **10.1 Basis of Preparation**

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

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB a. 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.

#### **10.1.2 Reporting entity**

The financial statements are for the Project Global Fund Malaria (KEN-M-TNT 1546) under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

#### **10.1.3 Reporting currency**

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

### **10.2 Significant Accounting Policies**

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

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

##### **• Transfers from the Exchequer**

Transfer from Exchequer is 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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Undrawn external assistance**

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

• **Other receipts (Miscellaneous receipts)**

These include interest earned on bank balance. These are recognised in the financial statements the time associated cash is received.

**b) Recognition of payments**

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

• **Compensation of employees**

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

• **Use of goods and services**

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

**c) 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 less any accounts payable.

**d) Accounts receivable**

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

**e) Contingent Assets**

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

**f) 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.

**g) 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.

**h) Comparative figures**

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

**i) 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 June 30, 2021.

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-**  
**G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

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SIGNIFICANT ACCOUNTING POLICIES (Continued)

**j) 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.

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

**11 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021**

**11.1 TRANSFER FROM GOVERNMENT ENTITIES**

| Amounts received from Government Kshs | Total amount in KShs |            | Cumulative to Date |
|---------------------------------------|----------------------|------------|--------------------|
|                                       | 2020/2021            | 2019/2020  |                    |
|                                       | KShs                 | KShs       | Ksha               |
| KEN-011-G13-M(RD 10)                  | -                    | -          | 103,298,818        |
| Global Fund (KEN-M-TNT 1546)          | -                    | -          |                    |
| <b>Total</b>                          | <b>NIL</b>           | <b>NIL</b> | <b>103,298,818</b> |

**11.2 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS**

During the 12 months to 30 June 2021 we received grants from donors as detailed in the table below:

| Name of Donor  | Date received | Amount received in Donor Currency | Grants received in cash | Total amount in KShs |                    |
|--|---------------|-----------------------------------|-------------------------|----------------------|--------------------|
|  |               |                                   |                         | 2020/2021            | 2019/2020          |
|  |               |                                   |                         | KShs                 | KShs               |
| <b>Grants Received from Bilateral Donors (Foreign Governments)</b> |               |                                   |                         |                      |                    |
| KEN-011-G13-M(RD 10)   |               | 30,025                            | 3,291,060               | 3,291,060            | -                  |
| Global Fund (KEN-M-TNT 1546)                                       | 16.04/2021    | 16,000,000                        | 1,753,760,000           | 1,753,760,000        | 719,446,924        |
| <b>Total</b>   |               | <b>16,030,025</b>                 | <b>1,757,051,060</b>    | <b>1,757,051,960</b> | <b>719,446,924</b> |

**11.3 MISCELLANEOUS RECEIPTS**

|   |                      | 2020/2021        | 2019/2020        | Cumulative to date |
|---|----------------------|------------------|------------------|--------------------|
|   |                      | Total Receipts   | Total Receipts   |                    |
|   |                      | Kshs             | Kshs             | Kshs               |
| Other receipts not classified elsewhere | KEN-011-G13-M(RD 10) | -                | 36,961           | 23,534,291         |
|   | KEN-M-TNT 1546       | 7,635,956        | 2,457,868        | 11,937,181         |
|   |                      | <b>7,635,956</b> | <b>2,494,829</b> | <b>35,471,472</b>  |

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**11.4 COMPENSATION OF EMPLOYEES**

|  |                      | <b>2020/2021</b>         | <b>2019/2020</b>         | <b>Cumulative to date</b> |
|--|----------------------|--------------------------|--------------------------|---------------------------|
|  |                      | <b>KShs</b>              | <b>KShs</b>              | <b>KShs</b>               |
| Basic wages of temporary employees           | KEN-011-G13-M(RD 10) | -                        | -                        | 45,112,002                |
|  | KEN-M-TNT-1546       | 14,169,476               | 12,875,449               | 43,037,864                |
|  | <b>Total</b>         | <b>14,169,476</b>        | <b>12,875,449</b>        | <b>88,149,866</b>         |
| Compulsory national social security schemes  | KEN-011-G13-M(RD 10) | -                        | -                        | 109,000                   |
|  | KEN-M-TNT-1546       | 24,000                   | 24,000                   | 85,600                    |
|  | <b>Total</b>         | <b>24,000</b>            | <b>24,000</b>            | <b>194,600</b>            |
| Compulsory national health insurance schemes | KEN-011-G13-M(RD 10) | -                        | -                        | 336,060                   |
|  | KEN-M-TNT-1546       | 102,000                  | 102,000                  | 363,800                   |
|  | <b>Total</b>         | <b>102,000</b>           | <b>102,000</b>           | <b>699,860</b>            |
| Other personnel payments (PAYE)              | KEN-011-G13-M(RD 10) | -                        | -                        | 13,472,443                |
|  | KEN-M-TNT-1546       | 4,413,553                | 4,653,589                | 14,993,098                |
|  |                      | <b>4,413,553</b>         | <b>4,653,589</b>         | <b>28,465,541</b>         |
| <b>Grant Total</b>                           |                      | <b><u>18,709,029</u></b> | <b><u>17,655,038</u></b> | <b><u>117,509,867</u></b> |

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**11.5 PURCHASE OF GOODS AND SERVICES**

|  | Grant Title    | 2020/2021            | 2019/2020          | Cumulative to date 30.6.2021 |
|--|----------------|----------------------|--------------------|------------------------------|
|  |                | KShs                 |                    | KShs                         |
| Utilities, supplies and services                             | KEN-011-G13-M  | 0                    |                    | 167,500,587                  |
|  | KEN-M-TNT 1546 | 86,763,442           | 1,024,773          | 94,533,340                   |
|  | <b>Total</b>   | <b>86,763,442</b>    | <b>1,024,773</b>   | <b>262,033,927</b>           |
| Communication, supplies and services                         | KEN-011-G13-M  |                      |                    | 9,957,307                    |
|  | KEN-M-TNT1546  | 32,406,403           | 333,000            | 35,369,903                   |
|  | <b>Total</b>   | <b>32,406,403</b>    | <b>333,000</b>     | <b>45,327,210</b>            |
| Domestic travel and subsistence                              | KEN-011-G13-M  |                      |                    | 2,933,469,072                |
|  | KEN-M-TNT 1546 | 830,648,881          | 105,473,965        | 1,123,698,466                |
|  | <b>Total</b>   | <b>830,648,881</b>   | <b>105,473,965</b> | <b>4,060,594,288</b>         |
| Printing, advertising and – information supplies & services  | KEN-011-G13-M  |                      |                    | 540,481,881                  |
|  | KEN-M-TNT 1546 | 218,495,065          | 112,334,480        | 408,738,137                  |
|  | <b>Total</b>   | <b>218,495,065</b>   | <b>112,334,480</b> | <b>949,220,018</b>           |
| Training payments  | KEN-011-G13-M  |                      |                    | 930,934,846                  |
|  | KEN-M-TNT 1546 | 24,000               | 126,936,273        | 385,070,001                  |
|  | <b>Total</b>   | <b>24,000</b>        | <b>126,936,273</b> | <b>1,316,004,847</b>         |
| Hospitality supplies and services                            | KEN-011-G13-M  |                      |                    | 303,919,879                  |
|  | KEN-M-TNT 1546 | 208,582,764          | 16,506,360         | 255,022,664                  |
|  | <b>Total</b>   | <b>208,582,764</b>   | <b>16,506,360</b>  | <b>558,942,493</b>           |
| Insurance costs  | KEN-011-G13-M  |                      |                    | 5,508,322                    |
|  | KEN-M-TNT 1546 | 1,067,864            | 5,598,962          | 9,468,327                    |
|  | <b>Total</b>   | <b>1,067,864</b>     | <b>5,598,962</b>   | <b>14,976,649</b>            |
| Specialized materials and services                           | KEN-011-G13-M  |                      |                    | 2,494,144                    |
|  | KEN-M-TNT 1546 | 0                    | -                  | -                            |
|  | <b>Total</b>   |                      |                    | <b>2,494,144</b>             |
| Other operating payments                                     | KEN-011-G13-M  | 0                    | -                  | 19,987,246                   |
|  | KEN-M-TNT 1546 | 171,725,311          | 3,748,499          | 178,500,187                  |
|  | <b>Total</b>   | <b>171,725,311</b>   | <b>3,748,499</b>   | <b>198,487,433</b>           |
| Routine maintenance – vehicles and other transport equipment | KEN-011-G13-M  |                      |                    | 9,035,030                    |
|  | KEN-M-TNT 1546 | 3,514,353            | 1,905,196          | 11,046,612                   |
|  | <b>Total</b>   | <b>3,514,353</b>     | <b>1,905,196</b>   | <b>20,081,642</b>            |
| Routine maintenance- – other assets                          | KEN-011-G13-M  |                      |                    | 103,375,468                  |
|  | KEN-M-TNT 1546 | 0                    | -                  | 1,119,259                    |
|  | <b>Total</b>   | <b>0</b>             | <b>-</b>           | <b>104,494,727</b>           |
| <b>Grant Total</b>   |                | <b>1,553,228,083</b> | <b>373,861,508</b> | <b>7,530,680,628</b>         |

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-**  
**G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**11.6 CASH AND CASH EQUIVALENTS CARRIED FORWARD**

|   | <b>2020/2021</b>          | <b>2019/2020</b>          |
|---|---------------------------|---------------------------|
|   | <b>KShs</b>               | <b>KShs</b>               |
| Bank accounts (Note 11.6A)  | 468,603,263               | 501,201,696               |
| Cash equivalents (Short –term deposits/ accounts payable) (Note 11.6 B) | 235,562,514               | 10,211,177                |
| <b>Total</b>  | <b><u>704,165,777</u></b> | <b><u>511,412,873</u></b> |

The project has one project accounts spread within the project implementation area as listed below:

**11.6A Bank Accounts**

**Project Bank Accounts**

|  | <b>2020/2021</b>          | <b>2019/2020</b>          |
|--|---------------------------|---------------------------|
|  | <b>KShs</b>               | <b>KShs</b>               |
| <b><u>Local Currency Accounts</u></b>              |                           |                           |
| Co-operative Bank of Kenya [A/c No 01141162135500] | -                         | 3,291,042                 |
| Co-operative Bank of Kenya [A/c No 01141163733200] | 468,603,263               | 497,910,654               |
| <b>Total local currency balances</b>               | <b><u>468,603,263</u></b> | <b><u>501,201,696</u></b> |

**11.6 B Cash Equivalent (short – term deposits)**

|  | <b>2020/2021</b>          | <b>2019/2020</b>         |
|--|---------------------------|--------------------------|
|  | <b>KShs</b>               | <b>KShs</b>              |
| M-pesa Account - MOH Global Fund 7045665 | 235,562,514               | 10,211,177               |
| <b>Total</b>                             | <b><u>235,562,514</u></b> | <b><u>10,211,177</u></b> |

**11.6 C Accounts (payable) /Receivable**

|  | <b>2020/2021</b> | <b>2019/2020</b>    |
|--|------------------|---------------------|
|  | <b>KShs</b>      | <b>KShs</b>         |
| Co-operative Bank of Kenya [A/c No 01141163733200] | -                | 2,000               |
| <b>Total</b>                                       | <b><u>=</u></b>  | <b><u>2,000</u></b> |

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-**  
**G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

**11.7 OUTSTANDING IMPRESTS AND ADVANCE**

The amount of outstanding Imprest as at 30<sup>th</sup> June 2021 was NIL.

| <i>Name of Officer or Institution</i> | <i>Amount Taken</i>   | <i>Due Date of Surrender</i> | <i>Amount Surrendered</i> | <i>Balance 2021</i> | <i>Balance 2020</i> |
|---------------------------------------|-----------------------|------------------------------|---------------------------|---------------------|---------------------|
| Julius Mwololo                        | 303,520               | 31/12/2020                   | 303,520                   | Nil                 | Nil                 |
| Bancy M Nguthi                        | 284,000               | 31/12/2020                   | 284,000                   | Nil                 | Nil                 |
| Christine Mbuli                       | 120,000               | 31/12/2020                   | 120,000                   | Nil                 | Nil                 |
|                                       | <b><u>707,520</u></b> |                              | <b><u>707,520</u></b>     | <b><u>Nil</u></b>   | Nil                 |

**11.8 FUND BALANCE BROUGHT FORWARD**

|                                     | <b>2020/2021</b>   | <b>2019/2020</b>   |
|-------------------------------------|--------------------|--------------------|
|                                     | <b>KShs</b>        | <b>KShs</b>        |
| Bank accounts                       | 501,201,696        | 162,809,666        |
| Cash equivalents (accounts payable) | 10,211,177         | (9,600)            |
| Outstanding imprests and advances   | 5,000              | 18,190,600         |
| Accounts payable                    | (2,000)            | Nil                |
| <b>Total</b>                        | <b>511,415,873</b> | <b>180,990,666</b> |

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10**  
**KEN-011-G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

**11.9 CHANGES IN RECEIVABLE**

| Description of the error                                     | 2020 – 2021  | 2019 – 2020       |
|--|--------------|-------------------|
|  | KShs         | KShs              |
| Opening Receivables as at 1 <sup>st</sup> July 2020          | 5000         | 18,190,600        |
| Closing account receivables as at 30 <sup>th</sup> June 2021 | Nil          | 5,000             |
| Change in Receivables  | <b>5,000</b> | <b>18,185,600</b> |

**11.10 CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS**

| Description of the error                                   | 2020 – 2021  | 2019 – 2020  |
|--|--------------|--------------|
|  | KShs         | KShs         |
| Deposit and Retentions as at 1 <sup>st</sup> July 2020     | 2000         | 9,600        |
| Closing accounts payables as at 30 <sup>th</sup> June 2021 | 0            | 2,000        |
| Change in payables   | <b>2,000</b> | <b>7,600</b> |

**11.11 PRIOR YEAR FIGURES**

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

**GLOBAL FUND MALARIA CONTROL PROGRAMME  
MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10  
KEN-011-G13-M**

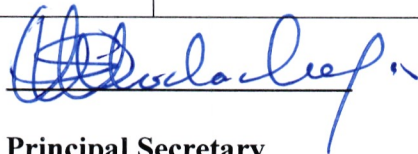
**Reports and Financial Statements**

**For the financial year ended June 30, 2021**

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

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

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Focal Point person to resolve the issue (Name and designation) | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|--|-----------------------------------|---------------------|--|-----------------------------------|--|
|  | Unqualified Report                | N/A                 | N/A  | N/A                               | N/A  |
|  |                                   |                     |  |                                   |  |



**Principal Secretary  
Susan N. Mochache**



**Project Coordinator  
Dr. Mulwa A. M**

**Date** \_\_\_\_\_

**Date** 6/12/2021

**GLOBAL FUND MALARIA CONTROL PROGRAMME**  
**MINISTRY OF HEALTH GRANTCREDIT NO. KEN-M-TNT 1546 AND ROUND 10 KEN-011-G13-M**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

**13 ANNEXES**  
**ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS**

|   | <b>Final Budget</b>  | <b>Actual on Comparable Basis</b> | <b>Budget Utilization Difference</b> | <b>% of Utilization</b> | <b>Comments on Variance</b>   |
|---|----------------------|-----------------------------------|--------------------------------------|-------------------------|---|
|   | <b>a</b>             | <b>b</b>                          | <b>c=a-b</b>                         | <b>d=b/a%</b>           |   |
| <b>Receipts</b>                           |                      |                                   |                                      |                         |   |
| Proceeds from domestic and foreign grants | 1,706,344,432        | 1,757,051,060                     | (50,706,628)                         | 103%                    |   |
| Miscellaneous receipts                    | -                    | 7,635,956                         | (7,635,956)                          | -                       |   |
| <b>Total Receipts</b>                     | <b>1,706,344,432</b> | <b>1,764,687,016</b>              | <b>(58,342,584)</b>                  | <b>103%</b>             | The variance of 3% is due to an amount that was transferred from round 10 to the current grant and interest received from bank that had not been budgeted for .                                 |
| <b>Payments</b>                           |                      |                                   |                                      |                         |   |
| Compensation of employees                 |                      |                                   |                                      |                         | The variance of 16% is due to lowering of tax rates that was given due to covid 19 thus lowering the tax payable  |
| Purchase of goods and services            | 22,210,626           | 18,709,029                        | 3,501,597                            | 84%                     | The variance of 8% is due to slow uptake of activities occasioned the interruption caused by Covid 19 outbreak which interfered with operations. This was also due to slow procurement process. |
|   | 1,684,133,806        | 1,553,227,827                     | 130,905,723                          | 92%                     | The variance of 7.8% is due to slow uptake of activities occasioned by interruption caused by Covid 19 outbreak.  |
| <b>Total payments</b>                     | <b>1,706,344,432</b> | <b>1,571,936,856</b>              | <b>134,407,320</b>                   | <b>92%</b>              |   |

MALARIA GRANT  
 STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
 FOR THE YEAR ENDED 30TH JUNE 2021  
 PART B

KEN-M-TNT GA1546  
 Bank Account No.1583580368 Held with NCBA

|   |  | NOTES | AMOUNT<br>USD | AMOUNT<br>USD       |
|---|--|-------|---------------|---------------------|
| 1 | Amount advanced by Global Fund                                   |       |               | 51,272,409.49       |
|   | <b>Less</b>  |       |               |                     |
| 2 | Total amount justified to Global Fund                            |       |               | 43,150,583.26       |
| 3 | <b>Outstanding amount advanced to Designated Account</b>         |       |               | <b>8,121,826.23</b> |
|   | <b>Represented by:</b>   |       |               |                     |
| 4 | Ending Designated Account Balance at 30.06.2021                  |       |               | 2,766,022.18        |
| 5 | Amount claimed but not credited at 30.06.2021                    |       |               | -                   |
| 6 | Amount withdrawn and not claimed as at 30.06.2021                |       |               | 5,355,804.05        |
| 7 | Service charges (if not included in 5 & 6 above)                 |       |               | -                   |
|   | <b>Less</b>  |       |               |                     |
| 8 | Interest earning (if included in Designated Account)             |       |               | -                   |
| 9 | <b>Total advance to Designated Account year ended 30.06.2021</b> |       |               | <b>8,121,826.23</b> |

Discrepancy between total appearing on lines 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 Global Fund and provide reasons for not claiming the expenditures

*Antina*

AUTHORIZED REPRESENTATIVE  
 RESOURCES MOBILIZATION DEPARTMENT  
 THE NATIONAL TREASURY

DATE: 30-07-2021

**SPECIAL ACCOUNT STATEMENT**

|                   |  |
|-------------------|--|
| For period ending | <b>30TH JUNE, 2021</b>                       |
| Account No.       | <b>1583580368</b>                            |
| Depository Bank   | <b>NIC BANK NAIROBI</b>                      |
| Address           | <b>NIC HOUSE BRANCH, MASABA RD, NAIROBI.</b> |
| Related Loan      | <b>MALARIA GRANT KEN-M-TNT GA1546-MAIN</b>   |
| Credit Agreement  | <b>NO. 4568-KE</b>                           |
| Currency          | <b>USD</b>                                   |

**Account Activity**

|   |   |
|---|---|
| Beginning balance of 1ST July, 2020<br>as per C.B.K. Ledger Account | 24,546,715.62                               |
| <hr style="border-top: 1px dashed black;"/>                         |   |
| <b>Add:</b>   |   |
| Total Amount deposited by <i>ADB GLOBAL FUNDS</i>                   | 8,885,766.61                                |
| Total Interest earnings if deposited in account                     | <hr style="border-top: 1px dashed black;"/> |
| Total amount refunded to cover ineligible<br>expenditure            | <hr style="border-top: 1px dashed black;"/> |
| <b>Deduct:</b>  |   |
| Total amount withdrawn  | 30,666,460.05                               |
| Total service charges if not included above in<br>amount withdrawn  | <hr style="border-top: 1px dashed black;"/> |
| Ending balance on 30th June,2021                                    | <hr style="border-top: 1px dashed black;"/> |

**AUTHORISED REPRESENTATIVE  
CENTRAL BANK OF KENYA**

SIGNATURE: 

DATE

*26.07.2021*

**AUTHORISED REPRESENTATIVE  
EXTERNAL RESOURCES  
DEPARTMENT-TREASURY**

SIGNATURE: 

DATE

*30.07.2021*

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June,2021 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

CENTRAL BANK OF KENYA - RECONCILIATION

OFF-SHORE A/C NO: 1005429982

DETAILS

STATEMENT AS AT: 30.06.2021

G.L A/C NO: 1000375086

1. BALANCE AS PER OFFSHORE STATEMENT:

CURRENCY  
USD

AMOUNTS

2,766,022.18

MALARIA GRANT KEN-M-TNT GA1546-MAIN  
REMARKS ACTION TAKEN

2. ADD DEBITS NOT IN NRB

3. LESS CREDITS NOT IN NRB

4. ADD DEBITS NOT IN OFFSHORE


5. LESS CREDITS NOT IN OFFSHORE

6. BALANCE AS PER CBK LEDGER

(2,766,022.18)

2,766,022.18

Prepared By: SIMIYU T.K.

Checked by: 

Approved By: 

Date: 08.07.2021

Date: 09/07/2021

Date: 12.07.2021

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CBK/GOK CBKEKENXXXX  
 C.O INSTITUTIONAL BANKING

Nairobi  
 KE

Statement Period: 01062021 TO 30062021  
 Account Name: MALARIA GRANT NO KEN M TNT GA 1546  
 Customer Number: 158358  
 Account Number: 1583580368 - 1005429982  
 Contract Type: Institutional Banking Current AC  
 Currency: US Dollar

Contract Summary  
 Opening Balance 4,492,041.75  
 Payments In 6,815.16  
 Payments Out 1,732,834.73  
 Available Balance 2,766,022.18  
 Closing Balance 2,766,022.18  
 Statement No. Page No. 1

| Date     | Transaction Type and Details  | Value Date | Debit        | Credit   | Balance      |
|----------|---|------------|--------------|----------|--------------|
| 07062021 | Outward Telegraphic Trn Pymnt FT21155D0T1V<br>KENYA MEDICAL SUPPLIES AUTHORITY BEING 3 PCT<br>DISTRIBUTION FEES     | 07062021   | 134.57       |          | 4,491,907.18 |
| 21062021 | Outward Telegraphic Trn Pymnt FT21169FV438<br>KENYA MEDICAL SUPPLIES AUTHORITY PROCUREMENT<br>FEES INVOICE NO KEMSA | 21062021   | 54,390.00    |          | 4,437,517.18 |
| 22062021 | Outward Telegraphic Trn Pymnt FT21169MB863<br>ULTRALAB EA LTD PAYMENT FOR MALARIA DIAGNOSTIC<br>KIT                 | 22062021   | 1,087,800.00 |          | 3,349,717.18 |
| 28062021 | Outward Telegraphic Trn Pymnt FT21174XF7Z6<br>KENYA MEDICAL SUPPLIES AUTHORITY KEMSA-AR-42088<br>20/21              | 28062021   | 27,795.00    |          | 3,321,922.18 |
| 28062021 | Outward Telegraphic Trn Pymnt FT21174M5ZNJ<br>SAI PHARMACEUTICALS LTD INV. INV268156, INV268160                     | 28062021   | 555,900.00   |          | 2,766,022.18 |
| 30062021 | Credit from Arrangement<br>Credit Interest AACT21181DHY6VB2M  | 01072021   |              | 6,815.16 | 2,772,837.34 |
| 30062021 | INTEREST REPAYMENT<br>Credit Interest AACT21181DHY6VB5Q   | 30062021   | 6,815.16     |          | 2,766,022.18 |

NCBA  
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 CALL CENTER  
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| GLOBAL FUND ASSETS |                                  |                      |          |                   |     |                  |                |              |                         |                   |                |                 |
|--------------------|----------------------------------|----------------------|----------|-------------------|-----|------------------|----------------|--------------|-------------------------|-------------------|----------------|-----------------|
| NO                 | ASSET NAME                       | MAKE/MODEL           | QUANTITY | SERIAL NO         | TAG | DATE OF PURCHASE | FUNDING SOURCE | IMPLEMENTORS | LOCATION                | ISSUED TO         | STATUS/REMARKS | Remarks         |
| 79                 | UPS power backup                 | APC 1400 VA          | 1        | 18163202664       |     | 2017             | GLOBAL FUND    | NMCP         | NMCP - Technical Office | S KIBET / T SURAW | FUNCTIONAL     | Shared resource |
| 80                 | VEHICLES                         | TOYOTA               | 1        | GKR 4385          |     | 2017             | GLOBAL FUND    | NMCP         | NMCP                    | NMCP - Driver     | FUNCTIONAL     |                 |
| 81                 | VEHICLES                         | TOYOTA               | 1        | GKR 4385          |     | 2017             | GLOBAL FUND    | NMCP         | NMCP                    | NMCP - Driver     | FUNCTIONAL     |                 |
| 82                 | VEHICLES                         | TOYOTA               | 1        | GKR 4405          |     | 2017             | GLOBAL FUND    | NMCP         | NMCP                    | NMCP - Driver     | FUNCTIONAL     |                 |
| 83                 | BULK FILLING STORAGE CABINET     | N/A                  | 1        | N/A               |     | 2017             | GLOBAL FUND    | NMCP         | NMCP - Accounts         | M Njiguna         | FUNCTIONAL     |                 |
| 84                 | Drawer Fire proof safe           | BIF-400              | 1        | N/A               |     | 2017             | GLOBAL FUND    | NMCP         | NMCP - Accounts         | B NGULI           | FUNCTIONAL     |                 |
| 85                 | Drawer Fire proof safe           | BIF-400              | 1        | N/A               |     | 2017             | GLOBAL FUND    | NMCP         | NMCP - Accounts         | B NGULI           | NON FUNCTIONAL |                 |
| 100                | Laser Printer                    | HP LaserJet P7055DN  | 1        | ENCKG97479        |     | 2019             | GLOBAL FUND    | NMCP         | NMCP-KITCHEN            | S. KOKI           | FUNCTIONAL     |                 |
| 91                 | Microwave                        | VON                  | 1        | 1608VAM2000SS0083 |     | 2020             | GLOBAL FUND    | NMCP         | NMCP-ACCTS              | M Njiguna         | FUNCTIONAL     |                 |
| 92                 | Laptops, bags and power adaptors | HP PROBOOK 430 G7    | 1        | 1ED0152R5K        |     | 2020             | GLOBAL FUND    | NMCP         | NMCP-ACCTS              | G OTHUKA          | FUNCTIONAL     |                 |
| 93                 | Laptops, bags and power adaptors | HP PROBOOK 430 G7    | 1        | 1ED01520X6        |     | 2020             | GLOBAL FUND    | NMCP         | NMCP-ACCTS              | G OTHUKA          | FUNCTIONAL     |                 |
| 94                 | Desktop Computer                 | HP PRODESK 400 G5 MT | 1        | 1ZC098RT19        |     | 2020             | GLOBAL FUND    | NMCP         | NMCP-ADMIN              | G MORAA           | FUNCTIONAL     |                 |
| 95                 | Desktop Computer                 | HP PRODESK 400 G5 MT | 1        | 1ZC098RT61        |     | 2020             | GLOBAL FUND    | NMCP         | NMCP-ACCTS              | B NGULI           | FUNCTIONAL     |                 |
| 86                 | Laptops, bags and power adaptors | HP ELITEBOOK 830 G7  | 1        | 1EG11408T5        |     | 2021             | GLOBAL FUND    | NMCP         | NMCP - Technical Office | J KIBIE           | FUNCTIONAL     |                 |
| 87                 | Laptops, bags and power adaptors | HP ELITEBOOK 830 G7  | 1        | 1EG114091M        |     | 2021             | GLOBAL FUND    | NMCP         | NMCP - Technical Office | C MBULU           | FUNCTIONAL     |                 |
| 88                 | Laptops, bags and power adaptors | HP ELITEBOOK 830 G7  | 1        | 1EG11408CX        |     | 2021             | GLOBAL FUND    | NMCP         | NMCP-SMEOR              | E OPIGI           | FUNCTIONAL     |                 |
| 89                 | Laptops, bags and power adaptors | HP ELITEBOOK 830 G7  | 1        | 1EG114087C        |     | 2021             | GLOBAL FUND    | NMCP         | NMCP - Server Room      | A WAMARI          | FUNCTIONAL     |                 |
| 90                 | Laptops, bags and power adaptors | HP ELITEBOOK 830 G7  | 1        | 1EG114091J        |     | 2021             | GLOBAL FUND    | NMCP         | NMCP - Server Room      | A WAMARI          | FUNCTIONAL     |                 |
| 91                 | Laptops, bags and power adaptors | HP ELITEBOOK 830 G7  | 1        | 1EG11408CD        |     | 2021             | GLOBAL FUND    | NMCP         | NMCP - Server Room      | A WAMARI          | FUNCTIONAL     |                 |
| 92                 | Desktop Computer                 | LENOVO V520 - 15IKL  | 1        | 1PCL6R1E1         |     | 2021             | GLOBAL FUND    | NMCP         | NMCP-PROCUREMENT        | Technical         | FUNCTIONAL     |                 |
| 97                 | Desktop Computer                 | LENOVO V520 - 15IKL  | 1        | 1PCL6R188         |     | 2021             | GLOBAL FUND    | NMCP         | NMCP-ACCTS              | Accounts          | FUNCTIONAL     |                 |
| 98                 | Desktop Computer                 | LENOVO V520 - 15IKL  | 1        | 1PCL6R180         |     | 2021             | GLOBAL FUND    | NMCP         | NMCP-ACCTS              | Accounts          | FUNCTIONAL     |                 |