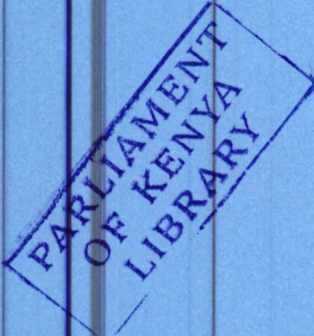


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



REPORT

OF

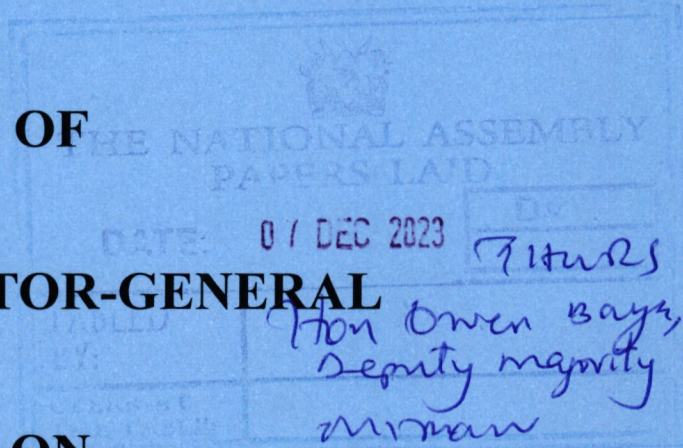
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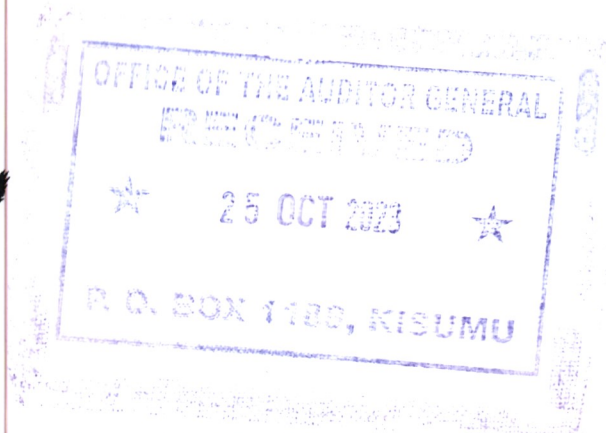
LAKE VICTORIA WATER SUPPLY AND
SANITATION PROGRAMME PHASE II
PROJECT NO. P-Z1-EAO-004
(ADF GRANT NO.2100155019967)

FOR THE YEAR ENDED
30 JUNE, 2023

LAKE VICTORIA SOUTH WATER
WORKS DEVELOPMENT AGENCY







**LAKE VICTORIA WATER SUPPLY AND SANITATION PROGRAM
(PHASE II)**

LAKE VICTORIA SOUTH WATER WORKS DEVELOPMENT AGENCY

**PROJECT GRANT/CREDIT NUMBER P-Z1-EA0-004
(ADF GRANT NO. 2100155019967)**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2023

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

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1. ACRONYMS AND GLOSSARY OF TERMS

STI	Short Term Interventions
ICPAK	Institute of Certified Public Accountants of Kenya
LTI	Long Term Interventions
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
Comparative FY	Financial year preceding the current financial year.
LVWATSAN	Lake Victoria Water & Sanitation

2. PROJECT INFORMATION AND OVERALL PERFORMANCE

2.1 Name and registered office

Name: Lake Victoria South Water Supply and Sanitation Phase II

Objective: The key objective of the project is to contribute to the improvement of livelihoods and health of communities in the basin and the reduction of pollution of the lake through improvements in sustainable water sanitation infrastructure.

Address: Lake Victoria South Water Works Development Agency
Lavictors House
Off Ring Road, Milimani
P. O. Box 3325 Kisumu
KENYA.

Contacts: The following are the project contacts
Telephone: (254) 057 2025127
E-mail: info@lvswwda.go.ke
Website: www.lvswwda.go.ke

2.2 Project Information

Project Start Date:	4th April 2011
Project End Date:	31 st December 2019
Project Manager:	Eng. Daniel Oronje
Project Sponsor:	African Development Fund (ADF)

PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

2.3 Project Overview

Line Ministry/State Department of the project	The Program is under the supervision of the Ministry of Water and Sanitation.
Program number	NUMBER P-Z1-EA0-004 (ADF GRANT NO. 2100155019967)
Strategic goal of the Program	To contribute to the reversal of the pollution of the Lake through the improvement of sustainable water and sanitation infrastructure
Achievement of strategic goals	The Program management aims to achieve the goal through the following means: (i) Improvement of water supply (ii) Improvement of hygiene and environmental sanitation (iii) Urban drainage improvement (iv) Strengthen Capacity Building of the institutions.
Other important background information of the Program	The project is divided into three components namely: Works: (Short term and Long-Term Interventions) Water Supply systems, Sanitation, Storm water drainage and land fill and skip sites development. Goods: Purchase of Tractors, Trailers and Skips, Exhausters and Ugotugs, Vehicles and Motorcycles, Furniture and office Equipment. Services: Study, Design, Supervision, Hygiene and Sanitation promotion and other consultant services.
Current situation that the project was formed to intervene	The project was formed to intervene in the following areas: (i) Kericho (ii) Keroka (iii) Isebania
Program duration	The project started on 15 th April 2011 and ran until 31 st December 2019

2.4 Bankers

The following are the bankers for the current year: -

- i. Cooperative Bank of Kenya
Kisumu Branch
Account no. 01141295755600.
- ii. Kenya Commercial Bank
Kisumu Branch
Account Number 1104035464

PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

2.5 Auditors

The project is audited by: -

Auditor General
 Office of the Auditor General
 P. O. Box 30084 -00100
NAIROBI.

2.6 Roles and Responsibilities

Names	Title designation	Key Qualifications	Responsibilities
Chrispine O. Juma, HSC	Ag. Chief Executive Officer	BSC degree in Civil Engineering, MSC and MBA.	Accounting Officer
Eng. Daniel O. Oronje	Project Coordinator	BSC degree in Civil Engineering and MA in Project Planning and Management	Project Coordinator
Vincent Kipng'eno	Water Engineer	B-Tech Degree in Soil and Structural Engineering	Project Engineer.
George Ageng'o	Chemist	BSC degree and MA in Project Planning and Management	Environmentalist
Martin O. Mayi	Procurement Manager	BA degree, and MBA	Procurement Expert
CPA Samwel Ogalo	Senior Accountant	Bachelor of Commerce, Finance CPAK	Program Accountant
Diana Adhiambo	Community Development Officer	BA. Community development	Community Development Officer

2.7 Funding summary

The Projects initial duration was for Four years from 2011 to 2015 but has been extended to 31st December 2019 with an approved budget of UA 11.84 million equivalent to Ksh. 1,506,725,531 as highlighted in the table below: -

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

PROJECT INFORMATION AND OVERALL PERFORMANCE (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date – (30-06-2023)		Undrawn balance to date	
	Donor currency	Ksh.	Donor currency	Ksh.	Donor currency	Ksh.
	(A)	(A')	(B')	(B')	(A)-(B)	(A)-(B)
(i) Grant						
African Development Bank	10,390,000	1,320,593,041	11,385,363	1,447,105,994	-	-
(ii) Counterpart funds						
Government of Kenya	1,450,000	186,132,490	5,195,384	640,009,269	-	-
Total	11,840,000	1,506,725,531	16,580,747	2,087,115,263	-	-

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2023)		Cumulative Amount paid to date – (30 th June 2023)	Unutilized balance to date (30-06-2023)	
	Donor currency (UA)	Ksh.		Donor currency	Ksh.
	(A)	(A')	(B')	(A)-(B)	(A')-(B')
(i) Grant					
African Development Bank	11,385,363	1,447,105,994	1,447,105,994	-	-
(ii) Counterpart funds					
Government of Kenya	5,195,384	640,009,269	600,764,695	505,862	39,244,574
Total	16,580,747	2,087,115,263	2,047,870,689	505,862	39,244,574

PROJECT INFORMATION AND OVERALL PERFORMANCE (continued)

2.8 Summary of Overall Project Performance:

- i) The project was completed and the Budget allocation was to cater for the pending bills that had not been paid by the time the project closed.
- ii) The project physical progress is operational and it was handed over to Gusii Water and Sanitation Company for operation.
- iii) The project achieved its value on completion and handing over for operation.
- iv) The implementation challenges included land issues, Environmental challenges which were solved during the implementation of the project.

2.9 Summary of Project Compliance:

- There are no non-compliance issues with applicable laws and regulations, and essential external financing agreements/covenants that are in the project.

3 STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETERMINED OBJECTIVES

Introduction

The Development Objectives of LVWATSAN II was to improve the health and quality of life of the populations living in the Lake Victoria basin. The program's main objective was to reduce pollution of Lake Victoria by implementing sustainable water and sanitation infrastructure in 15 selected secondary towns in the Lake Victoria basin, among them, Kericho, Keroka and Isebania.

The key development objectives of the project are to:-

- (i) Support pro-poor water and sanitation investments in the secondary urban centres in the Lake Victoria Region;
- (ii) Build institutional and human resource capacities at local and regional levels for the sustainability of improved water and sanitation services;
- (iii) Facilitate the benefits of upstream water sector reforms to reach the local level in the participating urban centres;
- (iv) Reduce the negative environmental impact of urbanization in the Lake Victoria Basin.

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:

Project	Objective	Outcome	Indicator	Performance
Lake Victoria South Water Supply and Sanitation Phase II.	To contribute to the improvement of livelihoods and health of communities in the basin and the reduction of pollution of the lake through improvements in sustainable water sanitation infrastructure	To purchase performance enhancing equipment. To rehabilitate Kericho sewer line system	5. Motor Vehicles, 5 Motor cycles, 5 exhausters, 4 Tractors, 7 Trailers, 86 Skips. The complete sewer line system was rehabilitated in Kesricho.	<i>Enhanced waste collection.</i> <i>Improved sewer and sanitation system</i>

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Procurement of:

- Purchase of performance enhancing equipment such as: Motor vehicles (5no.), Motor Cycles (5 No.), Exhausters (4No.) Tractors (7No.) Trailers (7No.) and Skips (86 No.)
- Construction of STI Works for Kericho, Keroka & Isebania, was successfully completed. The project is currently benefitting the communities with number of new connections being 300 in Keroka and 500 in Isebania.
- Rehabilitation of Kericho Sewerage System, Sewer Extensions and Sanitation Facilities was initially awarded to Stansha Ltd but was terminated at 70% completion due to non-performance of the Contractor. The project has been re-awarded to Zhongmei Engineering Co. for the completion of outstanding works and other additional works. The project is substantially completed.
- Construction of Water Supply and Sanitation Works for Keroka & Isebania Towns
- Keroka Component awarded to Zhongmei is complete and currently benefitting the residents. Isebania component Completed by Zhongmei and is currently benefitting the residents. Sirare works is about 100% complete.
- Construction of Sanitary Landfill & Faecal Sludge Treatment Plant for Isebania Town awarded to Riang International Group Ltd. Works initially delayed by presence of huge underlying rock formation leading to re-design of the landfill, which are now complete
- Consultancy Services for Detailed Designs and Supervision was awarded to GIBB Africa Ltd. Currently all designs for the works projects have been done. The contract is substantially completed. An addendum to the consultancy contract was given to cover the extended implementation period of the on-going works and the Defects Notification Period.
- Consultancy for Hygiene and Sanitation Promotion was awarded to RAPADO. It entailed promotion of hygiene and sanitation practices. The contract was completed.

4 ENVIRONMENTAL AND SUSTAINABILITY REPORTING

Lake Victoria Water and Sanitation Phase II Project exists to contribute to the reversal of the pollution of the Lake through the improvement of sustainable water and sanitation infrastructure by ensuring the provision of sufficient, hygienic, economically viable and affordable Water and Sanitation Services for the population of the selected towns, thus contributing to the overall development goal of improving the health of the urban population by reducing waterborne diseases and favouring economic development. The other main purpose was to improvement of water supply, improvement of hygiene and environmental sanitation, Urban drainage improvement and Strengthen Capacity Building of the institutions. Below is a brief highlight of our achievements in each pillar.

1. Sustainability strategy and profile-

In performing her mandate, LVSWWDA is committed to perform ethically and contribute to economic development while improving the quality of life of the workforce and their families as well as of the local community and society at large. LVWWDA undertakes to conduct business in a way which will achieve sustainable growth, in line with legal and moral obligations. We aim to achieve our business objectives in a caring and responsible manner taking into account economic, social and environmental impacts. In light of this, LVWWDA has conducted various CSR projects under the different projects we are implementing.

2. Environmental performance

The Agency is operating as per the NEMA provisions of the EMCA 1999, and Environmental (Impact Assessment and Audit) Regulations 2003 as well as other environmental regulations (statutory requirements). The Agency therefore conducts environmental and social impact assessment for all its projects to ensure compliance with the regulations. The Projects were licenced by NEMA before constructions commences and regular monitoring is done during construction to ensure compliance and protection of the environment. Catchment management activities are incorporated in the projects. The Agency has an environmentalist who is a Project Implementation Team member for all the projects.

3. Employee welfare

The project management is by Lake Victoria South Water Works Development Agency staff and therefore the entity's employee welfare policies and guidelines apply as detailed below:

The Agency has developed an approved Human Resource Instruments in which one of the guidelines is a comprehensive Human Resource Policy and Procedures Manual which is the primary document in the management of the Human Resources at the Agency. The document contains provisions for managing the entire scope of Human Resource Management and Development cycle.

It generally guides the implementation of the policies and decision making at various levels within the Agency on matters human capital. The policy provision covers the entire recruitment process, pay and benefits, employee relations, performance management, training & development and the health and safety issues. in consideration of the affirmative actions, the policy addresses issues related to gender balance, persons with disability and consideration of the marginalized communities in all aspects of human resources dynamics.

Under the career development, LVSWWDA has a comprehensive career progression document that outlines employee succession plans including requirements for internal promotions and the external engagements where talents may be required within its establishment. This is an instrument that outlines job descriptions for each cadre of employee. Together with the annual departmental workplans and the Government's performance contracting tool enables employees set their targets and eventually evaluated through annual appraisals. The evaluation enables employees of the Agency to be upskilled, helped or otherwise redeployed and upscaled.

The Agency also recognizes and commits itself to the achievement of the highest standards of health and safety in the workplace, and the elimination or minimization of health and safety hazards and risks that may affect its employees. In this regard, it implements policies and programmes that assure their protection from such hazards and disasters. The policies and programmes are implemented in compliance with the provisions of Occupational Safety and Health Act, 2007 and other Labour Laws.

4. Market place practices-

The Agency ensures incorporation of competitive market practices through, encouraging competitive bidding by Placing advertisements for all tenders in our local dailies, our website and The Govt. of Kenya Treasury portal. This enables all prospective bidders to access the information and to participate. At the close of all tenders, representatives who choose to attend are invited to witness the opening of the tenders to ensure transparency in the bidding process. All the participants are informed of the outcome of the procurement process.

The Agency has always maintained an effective feedback mechanism by holding an annual supplier meeting to get feedback from suppliers and contractors. Any concerns raised during the forum are adequately addresses.

All engagements between the Agency and suppliers and/or contractors take the form of purchase orders and contracts which are signed by both parties and they clearly enumerate responsibilities and obligations of either party. The payment schedules also form part of the contracts and they are strictly adhered to during the contract period. LVSWWDA encourages public participation and also clearance by relevant Govt agencies to ensure consumer rights and interests are not infringed

5. Community Engagements-

The Agency through the project undertook various CSR activities within the area of project implementation.

5 STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Chief Executive Officer of Lake Victoria South Water Works Development Agency (The Agency), which is the implementing agency (IA) of the project under the Ministry of Water & Irrigation and the Program Coordinator for ADB funded Projects 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, 2023. This responsibility includes: (i) maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the 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 Chief Executive Officer of the Agency and the Program Coordinator for LVWATSAN II 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 Chief Executive Officer of the Agency and the Program Coordinator for LVWATSAN II 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, 2023, and of the Project's financial position as at that date. The Chief Executive Officer of the Agency and the Project Coordinator for LVWATSAN II 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 Chief Executive Officer of the Agency and the Program Coordinator for LVWATSAN II 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/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Project Financial Statements

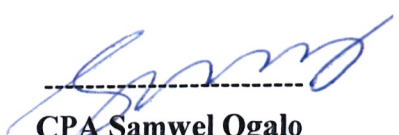
The Project financial statements were approved by the Chief Executive Officer of the Agency and the Program Coordinator for LVWATSAN II Project on 24th Oct 2023 and signed by them.



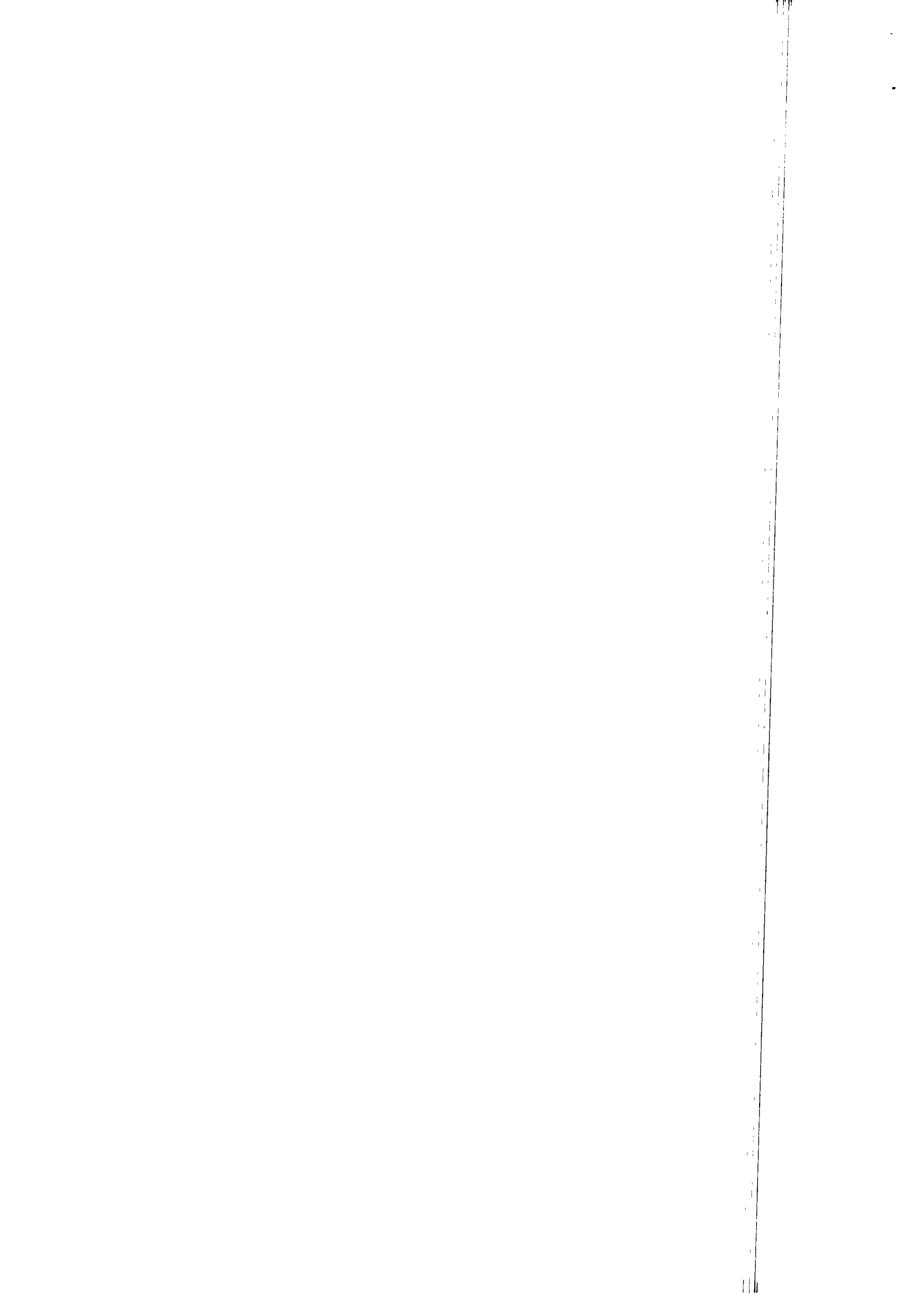
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Program Coordinator

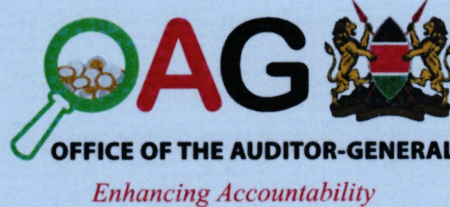


CPA Samwel Ogalo
Program Accountant
ICPAK MNo. 9933



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

REPORT OF THE AUDITOR-GENERAL ON LAKE VICTORIA WATER SUPPLY AND SANITATION PROGRAMME PHASE II PROJECT NO. P-Z1-EAO-004 (ADF GRANT NO.2100155019967) FOR THE YEAR ENDED 30 JUNE, 2023 - LAKE VICTORIA SOUTH WATER WORKS DEVELOPMENT AGENCY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the 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

Qualified Opinion

I have audited the accompanying financial statements of Lake Victoria Water Supply and Sanitation Programme Phase II set out on pages 1 to 12, which comprise of the statement

Report of the Auditor-General on Lake Victoria Water Supply and Sanitation Programme Phase II Project No. P-Z1-EAO-004 (ADF Grant No.2100155019967) for the year ended 30 June, 2023 - Lake Victoria South Water Works Development Agency

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Lake Victoria Water Supply and Sanitation Programme Phase II as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the terms of Financing Agreement ADF Grant No.2100155019967 dated 04 April, 2011 between the African Development Fund and East African Community and the Subsidiary Agreement No. LWATSAN/KE/002 dated 15 April, 2011 between the Government of Kenya and East African Community and Public Finance Management Act, 2012.

Basis for Qualified Opinion

Unsupported Pending Account Payables

Note 8 to the financial statements on other important disclosures reflects a balance of Kshs.140,187,852 in relation to pending account payables as detailed in Annex 2. The balance includes retention monies owed to contractors amounting to Kshs.115,740,344. However, Management did not provide supporting documents on how the claims were determined for audit.

In the circumstances, the accuracy and completeness of the outstanding pending account payables of Kshs.140,187,852 could not be confirmed.

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

Other Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amount reflects a final budget of Kshs.75,000,000 and actual payments (acquisition of non-financial assets) of Kshs.35,755,426 leading to under-utilization of the budget by Kshs.39,244,574 or 52% of the budget.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

Avoidable Costs on the Delayed Settlement of Pending Bills

Review of records revealed that an amount of Kshs.35,755,426 was paid to a contractor as interests due to delayed payments. Further, Annex 2 to the financial statements indicates that the contractor is still owed an amount of Kshs.115,740,344 in respect of unpaid claims and interests.

In addition, the Project was supposed to run from 15 April, 2011 to 31 December, 2019 and the Project has not had any activities for the last two years except settling of pending bills which had been incurred in the previous years. Management has not explained the reason for not formally closing the Project transferring the assets and liabilities to the relevant authorities as envisaged in the financing agreement.

In the circumstances, the value for money on the interest paid amounting to Kshs.35,755,426 could not be confirmed.

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, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls 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 controls, risk management and overall governance.

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report 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 controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls 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 controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Project's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence 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 controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Project to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, SBS
AUDITOR-GENERAL

Nairobi

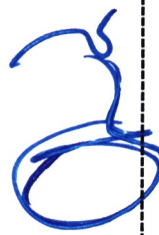
03 November, 2023

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

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

Note	2022/2023			2021/2022			Cumulative to-date (From inception) Total
	Receipts and payments controlled by the entity	Payments made by third parties	Total	Receipts and payments controlled by the entity	Payments made by third parties	Total	
	Ksh.	Ksh.	Ksh.	Ksh.	Ksh.	Ksh.	Ksh.
RECEIPTS							
1 Transfer from Government entities	75,000,000		75,000,000	133,734,544	-	133,734,544	640,009,269
2 Proceeds from domestic and foreign grants				-	-	-	1,447,105,994
TOTAL RECEIPTS	75,000,000		75,000,000	133,734,544	-	133,734,544	2,087,115,263
PAYMENTS							
4 Acquisition of non-financial assets	35,755,426		35,755,426	133,734,544	0	133,734,544	2,047,870,689
TOTAL PAYMENTS	35,755,426	-	35,755,426	133,734,544	-	133,734,544	2,047,870,689
SURPLUS/(DEFICIT)	39,244,574	-	39,244,574	-	-	-	39,244,574

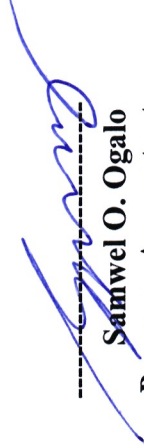
The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements.



Chrispine O. Juma, HSC
 Ag. Chief Executive Officer



Eng. Daniel Oronje
 Program Coordinator



Samwel O. Ogalo
 Program Accountant
 ICPAK MNo. 9933

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

8 STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2023

	Note	2022-2023	2021-2022
		Ksh.	Ksh.
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	5. A	39,263,448	18,874
Cash Balances	5. B	-	-
Cash Equivalents (short-term deposits)	5. C	-	-
Total Cash and Cash Equivalents		39,263,448	18,874
NET ASSETS		39,263,448	18,874
REPRESENTED BY			
Fund balance b/fwd	6	18,874	18,874
Prior year adjustments	7	-	-
Surplus/(Deficit) for the year		39,244,574	-
NET FINANCIAL POSITION		39,263,448	18,874

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 24th Oct 2023 and signed by:

.....
Chripine O. Juma
 Ag. Chief Executive Officer

.....
Eng. Daniel Oronje
 Program Coordinator

.....
CPA Samwel Ogalo
 Program Accountant
 ICPAK Member No. 9933

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

9 STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2023

		2022/2023	2021/2022
	Note	Ksh.	Ksh.
CASHFLOW FROM OPERATING ACTIVITIES			
Receipts from operating activities			
Transfer from Government entities	1	75,000,000	133,734,544
Payments from operating activities			
Purchase of goods and services	6		-
Transfers to other government entities	9		-
Adjustments during the year			
Prior Year Adjustments	15		-
Decrease/(Increase) in Accounts Receivable	16		-
Increase/(Decrease) in Accounts Payable:	17		-
Net cash flow from operating activities		75,000,000	133,734,544
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	4	(35,755,426)	(133,734,544)
Net cash flows from Investing Activities		39,244,574	(133,734,544)
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from Foreign Borrowings	3		-
Net cash flow from financing activities			-
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalent at BEGINNING of the year	11	18,874	18,874
Cash and cash equivalent at END of the year	11	39,263,448	18,874

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 24th Oct 2023 and signed by:

.....
Chripine O. Juma
Ag. Chief Executive Officer

.....
Eng. Daniel Oronje
Program Coordinator


.....
CPA Samwel O. Ogalo
Program Accountant
ICPAK Member No. 9933

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

10 Statement of Comparison of Budget and Actual amounts for the year ended 30th June 2023

Receipts/Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis D	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
Receipts						
Transfer from Government entities	100,000,000	-25,000,000	75,000,000	75,000,000	-	100%
Proceeds from domestic and foreign grants						
Total Receipts	100,000,000	-25,000,000	75,000,000	75,000,000	-	100%
Payments						
Acquisition of non-financial assets	100,000,000	-25,000,000	75,000,000	35,755,426	39,244,574	48%
Transfers to other government entities						
Other grants and transfers						
Total Payments	100,000,000	-25,000,000	75,000,000	35,755,426	39,244,574	48%
Surplus or Deficit	-	-	-	39,244,574	-	52%

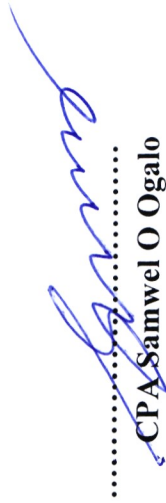
Note: The significant budget utilisation/performance differences in the last column are explained in Annex 1 to these financial statements.



.....
Chrispine O. Juma, HSC
Ag. Chief Executive Officer



.....
Eng. Daniel Oronje
Project Coordinator



.....
CPA Samuel O Ogalo
Project Accountant
ICPAK Member No. 9933

11 SIGNIFICANT ACCOUNTING POLICIES

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

11.1 Statement of compliance and basis of preparation

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

11.2 Reporting entity

The financial statements are for Lake Victoria South Water & Sanitation Project Phase II under the Ministry of Water, Sanitation and Irrigation. The financial statements are for the Lake Victoria South Water & Sanitation Project Phase II as required by Section 81 of the PFM Act, 2012.

11.3 Reporting currency

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

11.4 Recognition of receipts

Lake Victoria South Water & Sanitation Project Phase II recognises all receipts from the various sources when the event occurs, and the related cash has actually been received.

i) Transfers from the Exchequer

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

ii) External Assistance

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

iii) Other receipts

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

iv) Donations and grants

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

Significant Accounting Policies (Continued)

v) Proceeds from borrowing

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

vi) Undrawn external assistance

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

11.5 Rerecognition of payments

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

i) 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.

ii) Interest on borrowing

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

iii) Repayment of borrowing (principal amount)

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

iv) Acquisition of fixed assets

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

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

Significant Accounting Policies (Continued)

11.6 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 authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

11.7 Restriction on cash

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

Significant Accounting Policies (Continued)

- i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
- ii) The amount of the obligation cannot be measured with sufficient reliability.

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

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

11.8 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' 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.

Significant Accounting Policies (Continued)

11.9 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 recognized 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.

11.10 Third party payments

During the year the project did not receive third party payments

11.11 Exchange rate differences

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

11.12 Comparative figures

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

11.13 Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2023.

11.14 Prior period adjustments

Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). There were no prior year adjustments.

Significant Accounting Policies (Continued)

12 NOTES TO THE FINANCIAL STATEMENTS

1. Transfers from Government entities

These represent counterpart funding and other receipts from government as follows:

	2022/2023	2021/2022
	Ksh.	Ksh.
<i>Counterpart funding through Ministry of Water & Irrigation</i>		
Counterpart funds Quarter 1	25,000,000	93,695,779
Counterpart funds Quarter 2		35,038,765
Counterpart funds Quarter 3		5,000,000
Counterpart funds Quarter 4	50,000,000	-
Total	75,000,000	133,734,544

2. Proceeds From Domestic and Foreign Grants

During the financial period to 30 June 2023, there was no grants received from donors.

3. Loan from External Development Partners

During the financial period to 30 June 2023, there was no Loans received.

4. Acquisition of Non-Financial Assets

Description	2022-23			2021-22	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Ksh.	Ksh.	Ksh.	Ksh.	Ksh.
Construction and civil works	35,755,426	00.00	35,755,426	133,734,544	2,112,115,263
Total	35,755,426	00.00	35,755,426	133,734,544	2,112,115,263

Notes to the Financial Statements (Continued)

5. Cash And Cash equivalents

	2022/2023	2021/2022
	Ksh.	Ksh.
Bank accounts (Note 5A)	39,263,448	18,874
Cash in hand (Note 5B)	-	-
Cash equivalents (short-term deposits) (Note 5C)	-	-
Total	39,263,448	18,874

Lake Victoria Water and Sanitation Project one project account spread within the project implementation area and no foreign currency designated accounts managed by the National Treasury as listed below:

5. A Bank Accounts

Project Bank Accounts

Details	2022-2023	2021-2022
	Ksh.	Ksh.
Local Currency Accounts		
Co-operative Bank of Kenya [A/c No. 01141295755600]	18,874	18,874
Kenya Commercial Bank (Dev)	39,244,574	
Total local currency balances	39,263,448	18,874
Total bank account balances	39,263,448	18,874

Note: Some of the project money was still held in Development Account during the period under review

6. Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Ksh.	Ksh.
Bank accounts	39,263,448	18,874
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Outstanding imprests and advances	-	-
Total	39,263,448	18,874

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Notes to the Financial Statements (Continued)

7. Prior Year adjustment

There was no prior year adjustment

8. Other Important Disclosures

1. Pending Accounts Payable (See Annex 3a)

	Balance b/f FY 2021/2022	Additions for the period	Paid during the year	Balance c/f FY 2022/2023
Description	Ksh.	Ksh.	Ksh.	Ksh.
Construction of civil works	175,943,278	0	(35,755,426)	140,187,852
Total	175,943,278	0	(35,755,426)	140,187,852

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

13. PRIOR YEAR AUDITOR-GENERAL'S RECOMMENDATIONS

No	Issue / Observations from Auditor	Management comments	(Resolved / Not Resolved)	Timeframe
1	Unsupported transfers and disposal of project assets – Disposal of Double cabin at Ksh 701,500 not included in the accounts ownership of Nissan Xtrail not provided for audit review and signed inventory to support these transfers to other water companies.	Transfers of project assets were supported by letter and issue notes which was submitted to the auditors. For the disposed pick up of Ksh. 701,500, the proceeds from sale was recorded in the Agency's main Financial Statements for the Financial Year 2021/2022 when the sale took place. However, the same was not recorded in the Project's Financial Statements. An extract of the signed disclosure note has been submitted. (Annex 3)	Resolved	
2	Pending bills to contractors	Government of Kenya provided budget for repayment of this bills in the current year and the FY 2023-2024. Budget and all pending bills will be paid. The summary of the pending bills is given in the Annex section of the current year's financial statement, Annex 2	Resolved	
3	Failure to formally close the project after completion.	The implementation of the actual works under the contracts in question is complete as evidenced by the Taking Over Certificates provided as attachments. However, formal closure cannot be executed owing to pending payments yet to be made to the Contractor. Formal closure will only be made when there will be no more obligations by any party to the other in the contract.	Resolved	
4	Failure to present financial statements in the prescribed manner.	This has been resolved and current financial statement has been prepared in accordance with prescribed format by PSASB, revised in June 2023	Resolved	
5	Inaccuracy of the statement of comparison of budget and actual amount	This has been rectified in the current financial year.	Resolved	
6	Nugatory costs on the delayed settlement of pending bills- increase in interests and penalties	The Contractor signed a letter of commitment not to charge any additional interest on the delayed payment or make any other claim. This is evidenced in the attached approval letter and Contractor's acceptance of the same. The letter forms Annex 4	Resolved	

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Chrispine O. Juma, HSC
Ag. Chief Executive Officer

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Eng. Daniel Oronje
Project Coordinator

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LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

14. ANNEXES

Annex I - Variance explanations - Comparative Budget and Actual amounts for FY 2022-2023

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
Receipts					
Transfer from Government entities	75,000,000	75,000,000	0	100%	The actual received is equivalent to the final budget
Total Receipts	75,000,000	75,000,000	0	100%	
Payments					
Acquisition of non-financial assets	75,000,000	35,755,426	39,244,574	36%	
Total payments	75,000,000	35,755,426	39,244,574	48%	

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LYWATSAN II)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Annex 2 - Analysis of Pending Bills

Supplier of Goods or Services	Date Contracted / invoiced.	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
		a	b	c=a-b	0	
Construction of civil works					0	
Construction in Keroka & Isebania Towns.	2013	769,362,348	579,758,909	140,187,852	151,495,770	
Construction works in Kericho town	2016	189,603,439	189,603,439	00.00	24,447,508	
Sub-Total		958,965,787	769,362,348	140,187,852	175,943,278	
Grand Total		958,965,787	769,362,348	140,187,852	175,943,278	

**LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Reports and Financial Statements for the financial year ended June 30, 2022**

Annex 3— Summary of Fixed Assets Register

Asset class	Opening Cost (Ksh.)	Donations in form of assets (Ksh.)	Purchases/ Additions in the Year (Ksh.)	Disposals in the Year (Ksh.)	Transfers in/(out) Ksh.	Closing Cost (Ksh.)
	2022/2023	2022/2023	2022/2023	2022/2023	2022/2023	2022/2023
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+c)- (d)+(-)d
Motor Cycles	2,250,000	-	-	-	-	2,250,000
Double Cab Pickups	6,000,000	-	-	-	-	6,000,000
SUV Vehicle	3,580,000	-	-	-	-	3,580,000
Sludge Exhausters Vehicles	38,267,770	-	-	-	-	38,267,770
Laptops & Copiers	909,480	-	-	-	-	909,480
Furniture	501,180	-	-	-	-	501,180
Tractors	27,930,000	-	-	-	-	27,930,000
Skips & Skip Loaders	24,423,000	-	-	-	-	24,423,000
Total	103,861,430	-	-	-	-	103,861,430

LAKE VICTORIA WATER SUPPLY AND SANITATION PHASE II (LVWATSAN II)
Reports and Financial Statements for the financial year ended June 30, 2022