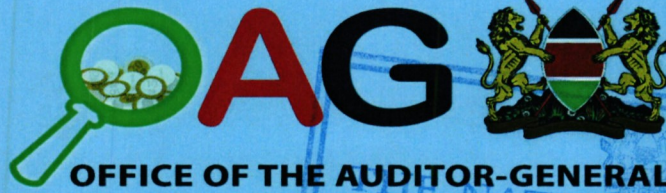


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 09 JUN 2021 DAY:

TABLED BY:

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REPORT

OF

THE AUDITOR-GENERAL

ON

**STATE DEPARTMENT FOR CROP
DEVELOPMENT**


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

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 09 JUN 2021

TABLED BY: *Leadership Party Chairperson*

CLERK TO THE TABLE: *Helen Akh*



**MINISTRY OF AGRICULTURE, LIVESTOCK, FISHERIES AND CO-OPERATIVES
STATE DEPARTMENT FOR CROP DEVELOPMENT**

REPORTS AND FINANCIAL STATEMENTS

(REVISED)

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

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

STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

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1. KEY ENTITY INFORMATION AND MANAGEMENT

The entity was formed in the 2018/2019 financial year by merging the Ministry of Agriculture, Ministry of Livestock Development and the Ministry of Fisheries Development vide Executive Order No. 1 of 2018. At cabinet level, the entity is represented by the Cabinet Secretary for Agriculture, Livestock, Fisheries and Irrigation who is responsible for the general policy and strategic direction of the entity.

State Department for Crops Development

The State Department has four technical directorates namely Agricultural Policy Research and Regulation; Crop Resources, Agribusiness and Market Development; Agriculture Mechanization and Technology Development and Land and Environment Management. These are supported by the Directorate of Administration and Support Services.

Vision

The Vision of the State Department is: “to be the leading agent of food security for all, employment creation, income generation and poverty reduction in Kenya.”

Mission

The mission of the State Department is: “to improve the livelihoods of Kenyans by promoting competitive farming as a business, through appropriate policy environment, effective support services and sustainable natural resources management.”

Mandate

The mandate of the State Department is to ensure sustainable development of agriculture for food security and economic development which includes; National Agricultural Policy and Management; National Food Policy; Strategic Food Reserve; Agricultural Crops Development, Regulation and Promotion; Phytosanitary Services and International Standards Compliance; Agricultural Farmers Training; Agricultural Land Resources Inventory and Management, Agricultural Mechanization Services, Policy on Land Consolidation for Agricultural Benefits; Agriculture Insurance Policy; Services Standards; and Capacity Building Policy for Agricultural Staff.

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Core functions

- i). Formulation, implementation and monitoring of agricultural policies, legislations, regulations and guidelines;
- ii). Supporting agricultural research and promoting technology delivery;
- iii). Facilitation and representation of agricultural state corporations in the government;
- iv). Development, implementation and co-ordination of strategies, programmes and projects in the agricultural sector;
- v). Regulation and quality control of inputs, produce and products in the agricultural sector;
- vi). Management and control of trans-boundary pests, diseases and invasive species;
- vii). Collection, maintenance and management of information on agriculture; and
- viii). Promotion of sustainable resource management and utilization.

Strategic Objectives

- i. Create an enabling environment for Agricultural development
- ii. Increase agricultural production and productivity
- iii. Enhance national food security
- iv. Improve market access and trade
- v. Strengthen institutional capacity
- vi. Enhance the role of youth, women and vulnerable groups in agriculture
- vii. Promote sustainable natural resources management

Core values

To implement this Strategic Plan, the department will be guided by the following values:

- i. Professionalism
- ii. Integrity
- iii. Efficiency and responsiveness
- iv. Partnerships
- v. Gender equity
- vi. Social inclusion

(a) Key Management

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

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-
- i. Agricultural Policy Research and Regulation;
 - ii. Crop Resources, Agribusiness and Market Development;
 - iii. Agriculture Mechanization and Technology Development
 - iv. Land and Environment Management.
 - v. Directorate of Administration and Support Services.

(b) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2020 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Prof. Hamadi I. Boga
2.	Secretary Administration	Kello Harsama
3.	Agriculture Secretary	Josephat Muhunyu
4.	Engineering Secretary	Eng. Richard Kanui
5.	Director of Crops	Grace Angili

(c) Fiduciary Oversight Arrangements

- Audit and finance committee activities

The Ministerial Audit Committee has been active vide Treasury Circular No.16/2005 dated 4th October, 2005 before introduction of PFM Act, 2012.

Parliamentary committee activities

The Ministry handled various issues both the National Assembly and the Senate of Parliament:-

National Assembly

- Statements
- Petitions
- Motions
- Workshops/Seminars
-

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- Meetings with Departmental Committees

The petitions and Statements were requested through Parliament on behalf of Farmers, Groups or Organizations.

(d) Entity Headquarters

P.O. Box 30028
Kilimo House Building
Cathedral Road
Nairobi, Kenya

Entity Contacts

Telephone: (254) 2718870/9
E-mail: psagriculture@kilimo.go.ke
Website: www.go.ke

(e) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank
Kencom Branch
Moi Avenue
Nairobi, Kenya

(f) Independent Auditors

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

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(g) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

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2. FORWARD BY THE CABINET SECRETARY

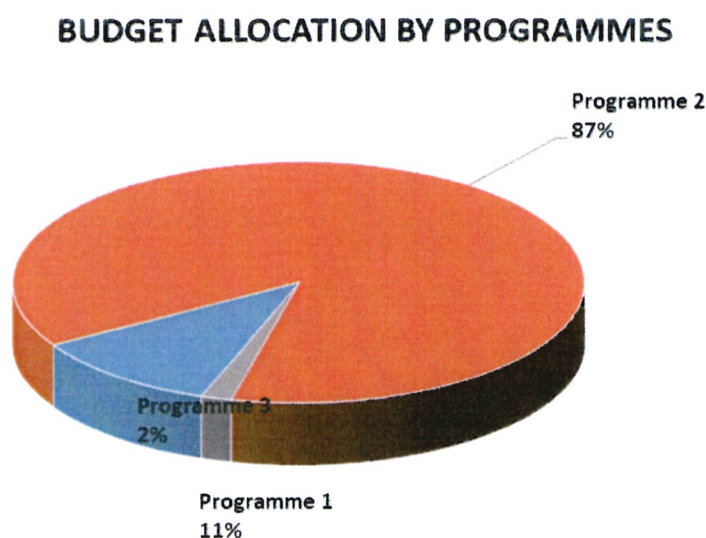
There are various policies to guide the operation of the Ministry of Agriculture, Livestock, Fisheries and Irrigation so as to ensure prudent use of available resources and implementations of programmes and projects aimed at achieving the Ministry's Mandate. However, the ministry has remained focused on the implementation of Kenya's national development agenda as stipulated in the Kenya Vision 2030. Similarly, the ministry has continued to address regional and global commitments, particularly implementation of the Comprehensive Africa Agricultural Development Programme (CAADP), Agenda 2063 of the African Union (AU) and Sustainable Development Goals (SDGs).

BUDGET ALLOCATION

In the financial year 2019/20 the State Department For Crop Development had a gross budget of Kshs 37,155,370,874 made up of Kshs 14,643,441,566 and Kshs 22,511,929,308 for Recurrent and Development respectively.

The State Department was to expend the gross budget of Kshs 37,155,370,874 under the following three programmes.

BUDGET ALLOCATION BY PROGRAMMES



FORWARD BY CABINET SECRETARY (CONTINUED)

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Programme 1: General Administration Planning and Support Services

The programme was allocated Kshs 4,024,078,864 representing 11% of the budget. A total of Kshs 3,764,716,293.35 was spent under the following sub programmes:

- 1.1 Agriculture Policy, legal and regulatory frames
- 1.2 Agriculture planning and financial management.

Programme 2: Crop Development and Management

The programme was allocated Kshs 32,495,878,737 representing 87% of the budget. A total of Kshs 18,637,207,219.95 was spent under the following sub programmes;

- 2.1 Lands and crops development
- 2.2 Food security initiatives
- 2.3 Quality assurance and monitoring of outreach services

Programme 3: Agribusiness and Information Management

The programme was allocated Kshs 635,413,273 representing 2% of the budget. A total of Kshs 561,901,904.65 was spent under the following sub programmes;

- 3.1 Agribusiness and market development
- 3.2 Agriculture information management

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FORWARD BY CABINET SECRETARY (CONTINUED)

Key Performance Highlights

Below is an overview of the financial performance for the year ended 30th June 2020 as reported in the detailed financial statements together with the commentary and comparative analysis against

Financial Performance	Printed Estimates	Actual	Variance	%
	Kshs	Kshs	Kshs	Utilization Variance
Total Receipts	37,155,370,874	24,280,379,270	12,874,991,604	65%
Total Payments	37,155,370,874	22,863,798,554	14,291,572,320	62%
Surplus /Deficit for the year	-	1,416,580,716	(1,416,580,716)	

Financial Performance Summary

Actual payments were 38% below budget. This is attributable to under-utilisation of budget allocation.

Budget Utilisation

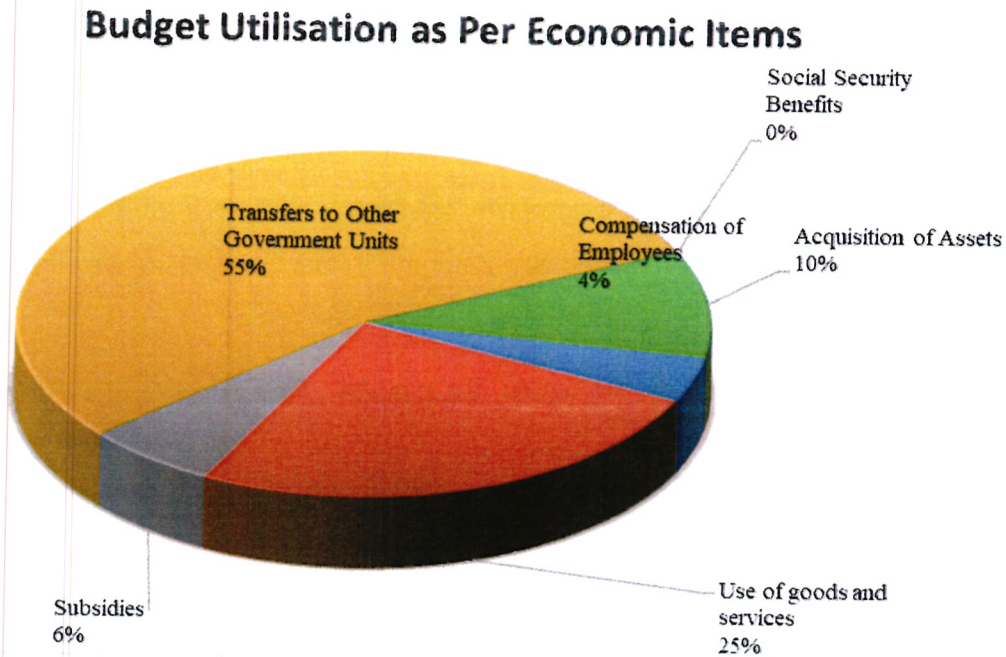
The State Department spent **KShs. 22,963,825,418** against an approved budget of **KShs. 37,155,370,874** representing absorption of **62%**. Utilisation of the budget was carried out through various activities (economic classifications) as shown in the chart below: -

Expense Item	Approved Budget Allocation	Actual Payments	Variance	% of Utilisation Difference to Final Budget
Compensation of Employees	1,019,612,554	976,741,355	42,871,199	96%
Use of goods and services	10,644,252,144	5,777,352,014	4,866,900,130	54%
Subsidies	1,583,808,477	1,393,627,263	190,181,214	88%
Transfers to Other Government Units	12,962,126,237	12,497,651,915	464,474,322	96%
Social Security Benefits	10,354,842	6,521,860	3,832,982	63%
Acquisition of Assets	10,935,216,620	2,211,904,147	8,723,312,473	20%
Total Payments	37,155,370,874	22,863,798,554	14,291,572,320	62%

FORWARD BY CABINET SECRETARY (CONTINUED)

Key Performance Highlights(continued)

Budget utilization as per economic items



It is noted that 55 % of the State Department’s budget was used in Transfers to Other Government entities i.e. Semi-Autonomous Government Agencies (SAGAs) 4% of the budget was utilised on employee compensation while 10% was utilised in Acquisition of assets,25% on use of goods and services and subsidies 6%.

Current year performance against prior year

Receipts	2019/2020 Kshs	2018/2019 Kshs	Change	Percentage change
Total Receipts	24,280,379,269	22,562,315,725	1,819,753,529	0.10
Total Payments	22,863,798,554	22,359,289,679	604,535,739	0.0
SURPLUS/DEFICIT	1,416,580,715	203,026,048	1,215,217,788	

Total receipts increased by 10% due to increase in funding to the State Department mainly through exchequer releases hence there was increase in payments.

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FORWARD BY CABINET SECRETARY (CONTINUED)

Receipts

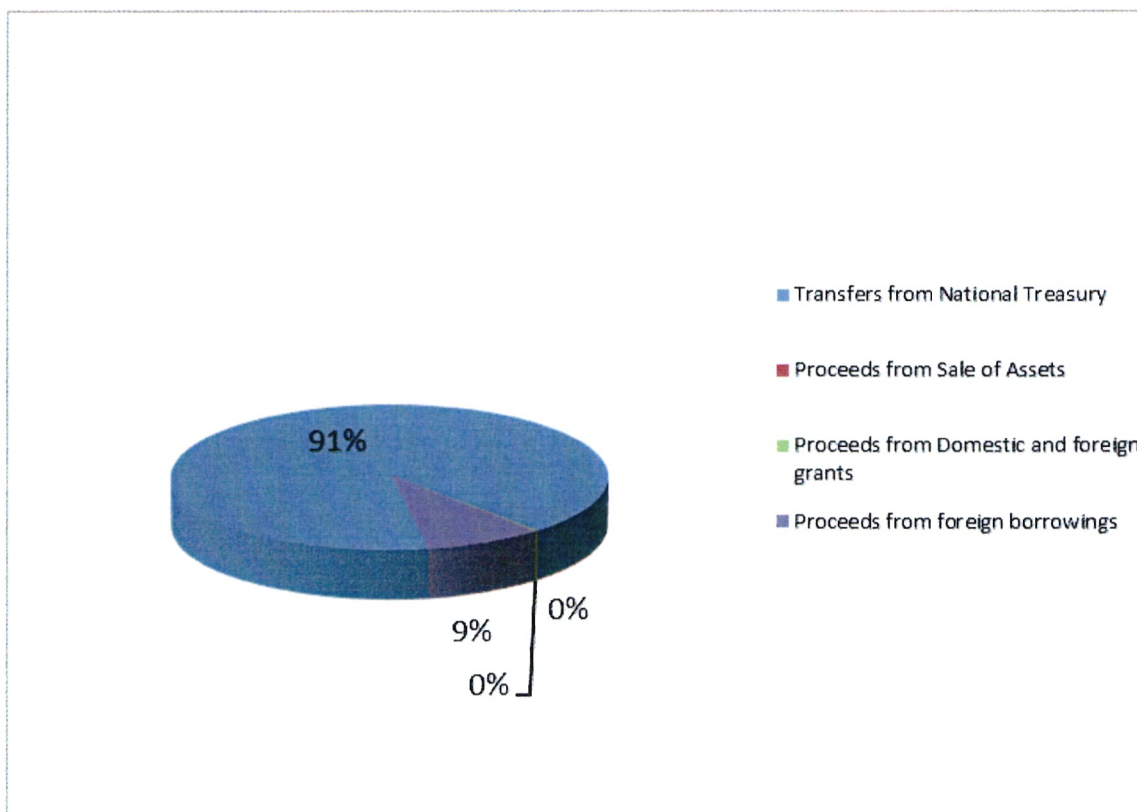
The State Department's receipts comprise of exchequer releases from the National Treasury, Proceeds from Domestic and Foreign Grants, Proceeds from Foreign Borrowings and Proceeds for sale of Assets.

Total Receipts Breakdown

The State Department's receipts mainly comprise of exchequer releases from the National Treasury. Other receipts are Proceeds from Domestic and Foreign Grants, Proceeds from Foreign Borrowings and Proceeds for sale of Assets.

The total receipts for FY 2019/2020 was **Kshs. 24,280,379,269** representing a 10% increase from **Kshs. 22,562,315,725** for FY 2018/2019

Total Receipts



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FORWARD BY CABINET SECRETARY (CONTINUED)

The diagram above depicts the share of major categories of receipts for the fiscal year ended 30th June 2020. The major source of funding for the State Department for Crop Development is exchequer releases that account for 91% of the total receipts.

Payments

The State Department's payments mainly comprise of Transfers to Other Government entities, compensation of employees, use of goods and services and acquisition of assets.

The total payments for FY 2019/2020 was **Kshs. 22,863,798,554** representing a 3% increase from **Kshs. 22,359,289,678** for FY 2018/2019

Total Payment Breakdown

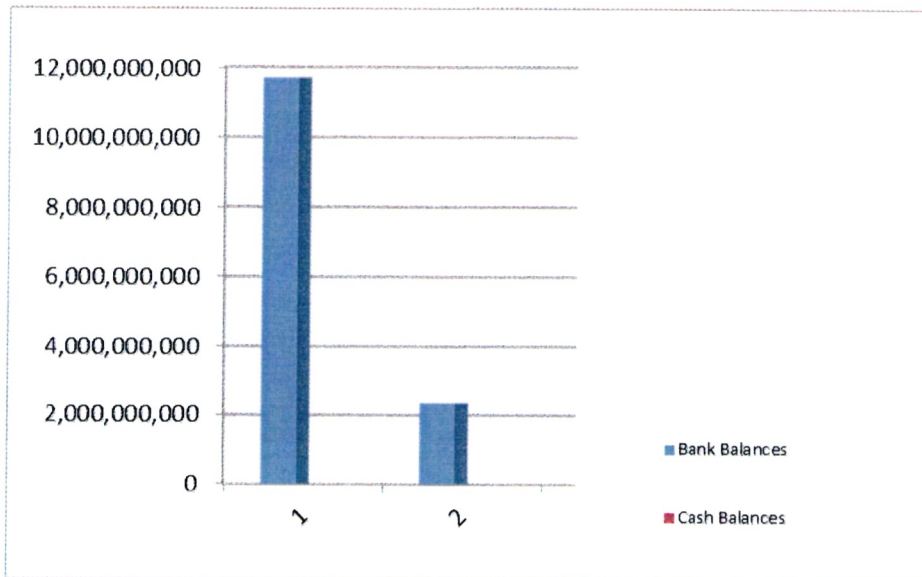
	Year to 30th June 2020	Year to 30th Jun-19	Change	%
Payment	KShs	KShs	KShs	Change
Compensation of Employees	976,741,355	981,594,906	-4,853,551	0.00
Use of goods and services	5,777,352,014	7,380,394,464	-1,603,042,450	-0.22
subsidies	1,393,627,263	290,000,000	1,103,627,263	3.81
Transfers to Other Government Units	12,497,651,915	5,775,206,465	6,722,445,450	1.16
Other grants and Transfers	-	944,644,539	-94,644,539	-1.00
Social Security Benefits	6,521,860	844,071	5,677,789	6.73
Acquisition of Assets	2,211,904,147	7,836,605,234	-5,624,701,087	-0.72
Total Payments	22,863,798,554	22,359,289,678	504,508,875	0.02

The increase in payments is attributable to increased budget allocation during the financial year 2019/2020.

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FORWARD BY CABINET SECRETARY (CONTINUED)

Total Assets



1. Bank balances 30th June 2020
2. Bank balances 30th June 2019

Cash Flows and Cash Position

The cash and bank balances held by the State Department for Crop Development as at 30th June 2020 were **Kshs. 11,718,722,897**. The breakdown of the cash and bank balances is as summarized in the table below.

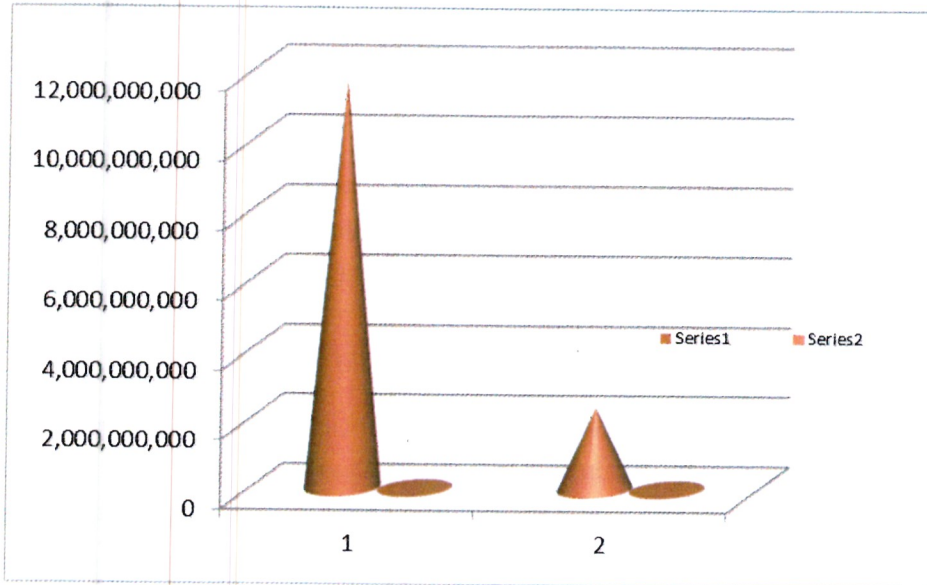
Cash and Bank Balance

Cash and Bank balances	As at 30th June 2020	As at 30th June 2019	Change	%
	KShs	KShs	KShs	Change
Bank Balances	11,718,462,676	2,359,845,917	9,358,616,759	4.0
Cash Balances	260,221	3,982,600	-3,722,379	-0.0
Total	11,718,722,897	2,363,828,517	9,354,894,380	4.0

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FORWARD BY CABINET SECRETARY (CONTINUED)

Total Cash and Cash Equivalents



1. Bank balances
2. Cash Balances

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FORWARD BY CABINET SECRETARY (CONTINUED)

Policies, bills and regulations during 2019/2020

Various policies were developed to improve on the enabling environment and were at different stages of developmental process including stakeholder consultations and are as follows.

- i. The **Draft National Agricultural Mechanization Policy** was finalised and validated by the Sector Working Group on Agriculture (SWAG) on Policies, legislation and standards in preparation for national validation and Cabinet approval. Its objectives to sustainably raise the level of agricultural mechanization for increased productivity and incomes.
- ii. The **Draft National Agricultural Soil Management Policy** which provides for improved management of the agricultural soils in Kenya was finalised and validated by the Sector Working Group on Agriculture (SWAG) in preparation for national validation and Cabinet approval.
- iii. The **Draft National Agriculture Insurance Policy** was reviewed where the Crop Insurance Policy and the Livestock Insurance Policy were merged as guided by the Sector Working Group on Agriculture (SWAG) on Policies, legislation and standards in preparation for wider stakeholder and county consultations.
- iv. The **Draft National Coffee Industry Policy** which provides for revitalization and sustained production of coffee in Kenya was finalised and validated by the Sector Working Group on Agriculture (SWAG) on Policies, legislation and standards in preparation for national validation and eventual Cabinet approval.
- v. Regulations under the Crops Act namely Food Crops, Horticultural Crops, Tea Industry and sugar general were finalized and gazzetted.
- vi. During the period Draft Warehouse Receipt System Regulations were finalised and regulatory impact assessment conducted. Draft regulatory impact statement was prepared.
- vii. During the period Draft Blended flour and flour blending Regulations were finalised and regulatory impact assessment conducted. Draft regulatory impact statement was prepared.
- viii. The Plant Protection Act CAP 324 was reviewed and draft bill developed. The draft bill was subjected to initial stages of stakeholder consultations.

To improve on our International Trade: -

1. The memorandum of Cooperation(MOC) on agricultural cooperation between Ministry of Agriculture, Livestock Fisheries and Cooperatives of Kenya and Ministry of Agriculture, Forestry and Fisheries of Japan was agreed on between the two parties. The MoC has gone through the clearance process by various departments and is now awaiting signing by the two parties.
2. The MoU between Ministry of Agriculture, Livestock Fisheries and Cooperatives of

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Kenya and the Ministry of Agrarian Policy and Food of Ukraine was agreed on by the two parties, has undergone clearance by various government agencies and is now awaiting signing by the two parties.

3. At the regional level the department participated together with other EAC Partner States on the development of various instruments to implement the EAC Sanitary and Phytosanitary (SPS) Protocol. These instruments include;
 1. EAC seed and plant varieties regulations
 2. EAC seed and plant varieties bill
 3. EAC SPS regulations and Standard operating procedures.
 4. EAC guidelines on data requirement for registrations of bio pesticides and biocontrol agents for plant protection.
 5. EAC Fertiliser Policy
 6. EAC Fertiliser Bill.

However, the Ministry has carried over pending bills from past years from maize subsidy programme for the financial year 2017/18 and this has continued to impact negatively on the food supply chain. The state department did not get sufficient budget allocation to clear the bills and did not buy stocks for the year under review. The audit to authenticate these huge pending bills is being carried out by the multi-agency team as requested by the Head of Public Service, The presidency and Cabinet Affairs Office.

The agriculture sector continued to experience challenges particularly from the effects of climate change. Manifestation of climate change in the country are in form of frequent and severe droughts and floods that have devastating consequence on the environment, society and the wider economy. The frequency of droughts and floods has continued to increase and thus, the country has been experiencing severe food scarcity and high food prices. This calls for climate smart agriculture; insurance initiatives among other adaptation and mitigation measures that the ministry is currently undertaking.

Other key implementation challenges include low agricultural productivity; over-subdivision of agricultural land into small uneconomic units; and Pre and post-harvest loses; low technology

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use and innovation, agricultural research and limited youth engagement in modern agriculture. To address these challenges, the Ministry will continue to promote appropriate storage facilities; proper handling of farm produces and value addition; promote use of research and technology; and designing interventions to attract youth into agricultural activities.

To this end the State Department for Crop Development and Agriculture research has revised its fertilizer Buy/sell and distribution strategy to an electronic platform of e-voucher that is expected to reach more farmers easily and near their farms as well as get the types they want with close advice from agro-dealers and at the opportune time.

The State Department will place more emphasis in achieving the big four agenda and has already set key measures towards 100% Food & Nutrition Security Commitment. Specific focus is on ensuring food affordability; increased small holder production; enhancing agriculture mechanization; increased agro-processing; SMEs establishment and jobs creation.

I wish to thank the Cabinet Secretary, The National Treasury for the cooperation and continued support. Further, I appreciate Prof. Hamadi I. Boga, the State Department for Crops Development Principal Secretary, for the leadership and hard work in handling technical and administrative matters. I am grateful to all technical and administrative staff of the State Department for Crops

Development for their team work and dedication that has made it possible to realize achievements of various plans. Finally, I wish to recognize the contribution made by various Private Sector Players, Development Partners and all other sector stakeholders in supporting programmes and projects within the Ministry.



HON. PETER MUNYA, MGH
CABINET SECRETARY
MINISTRY OF AGRICULTURE, LIVESTOCK, FISHERIES AND CO-OPERATIVES.

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3 STATEMENT OF PERFORMANCE AGAINST MDA'S PREDETERMINED OBJECTIVES

Kenya Vision 2030 identifies agriculture as one of the key sectors under the economic pillar expected to drive the economy to the projected 10 percent economic growth annually. It has also been identified as one of the sectors that will drive the Big Four agenda aimed at achieving 100% food and nutrition security over the next five years. The sector is therefore central to the achievement of Vision 2030 goal of “a globally competitive and prosperous country with a high quality of life by 2030”.

The sector contribution to achievement of this goal will be through promotion of an innovative, commercially oriented and modern agriculture. The sector is also expected to deliver on Kenya's regional and global commitments such as the Comprehensive Africa Agricultural Development Programme (CAADP), the Africa Agenda 2063 and Sustainable Development Goals (SDGs).

During MTP III period (2018-2022), agriculture is expected to grow at a rate of 7 percent annually resulting from planned strategies. The key strategic programmes targeted in MTP III include: Fertilizer subsidy; agricultural mechanization; food and nutrition security; youth and women empowerment in modern agriculture; crops insurance; crop diversification; strategic food reserve; large scale production; agricultural technology development; climate smart agriculture; market access and product development; traditional high value crops programme; and policy, legal and institutional reforms.

2.0 Progress in the Achievement of MTP111 Results

MTP111 OUTCOME: Improved Agricultural Mechanization

Outcome	Outcome Indicator	Outcome Target 2019/20	Actual Achievement 2019/20	Remarks
Improved Agricultural Mechanization	Percentage improvement in the level of agricultural mechanization	100	70	Achievement of annual targets was hampered by none funding of Development budget

During the year the State Department achieved 70 percent of the planned activities under Agricultural Mechanization as follows.

- i. Constructed and equipped Ruiru, Mabanga & Siakago ATDC agro processing units for incubation of SME's up to 30% completion level

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- ii. Piloted operationalization of machinery hubs for maize, rice and potatoes as follows:
- a) Procured rice transplanter and harvester for use by rice farmers in Bunyala Irrigation Scheme (20%)
 - b) Procured potato planter and lifter for use by farmers in Murungaru Potato Aggregation Centre (20%)

The overall achievement for improved agricultural mechanization for 2019/20 FY was 70% in terms of targeted activities. Achievement of some targets was hampered by none funding of Development budget for this activity for 2nd half of the financial year.

MTP111 Outcome: Food Security and Nutrition

Outcome	Indicator	Target 2019/20	Actual Achievement 2019/20	Remarks
Nutrition Security Project	Finalize Root and Tuber Crops Strategy	1	1	The national roots and tuber crops strategy was Validated at National Level, Launched and disseminated.
	MT of rice produced annually	20,000	72,000	
	Quantity of potatoes produced annually MT	1,750,000	2,500,000	The increased production will improve farmers access to certified seeds which in turn will mitigate the effect of COVID 19 on potato production

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	Percentage improvement of Research and promotion of Fall army worm, and MLND technologies	100	90	Promotion of Fall army worm, and MLND technologies were done through training of county staff, stakeholder sensitization workshops, Radio messages and development and distribution of technical materials.
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During the review period The national roots and tuber crops strategy was Validated at National Level, Launched and disseminated.

In the FY 2019/20, the State Department procured 72 metric tons of certified rice seed against the planned 20 metric tons and distribution of the seeds to 14 counties is going on. The Counties are Kisumu, Kirinyaga, Migori, Busia, Bungoma, Kakamega, Homa Bay, Taita-Taveta, Meru, Kwale, Isiolo, Kilifi, Siaya and Tana River.

MTP111 Outcome: Enhanced management of risks and losses

Outcome	Outcome Indicator	Outcome Target 2019/20	Actual Achievement 2019/20	Remarks
Agricultural Insurance Programme	Counties covered by crop insurance programme	37	33	To cover six more counties in 2020/21 Financial Year
	Number of households covered	500,000	488,793	To target 452,000 farmers in 2020/21 Financial Year

Under the **Agriculture Insurance** and Risk Management (Crops Insurance), the sub sector provided insurance coverage to 488,793 farmers across 33 counties in 2019/2020 financial year. This is an increase compared to 416,982 farmers in 27 counties in 2018/19 financial year. The overall objective of the Crop Insurance project is to manage risks and losses amongst smallholder farmers, increase productivity in agriculture through improved access to credit and higher yielding technology such as use of certified seed and fertilizers.

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During the FY 2020/2021, the State Department will provide insurance coverage targeting 452,000 farmers by 30th June, 2021. The programme will be expanded to cover 4 more counties namely Kericho, West Pokot, Baringo and Kajiado. The programme will introduce two more crops – Sorghum and Green grams in Machakos, Makueni and Kitui. This is expected to bring in more farmers who will procure the crop cover during the contract period. Further, the programme intends to use more aggregators in availing crop insurance to the farmers across all the 37 project implementing counties.

MTP III Outcome: Strengthened Strategic Food Reserves

Outcome	Outcome Indicator	Outcome Target 2019/20	Actual Achievement 2019/20	Remarks
Strategic Food Reserves	Quantity of stocks maintained(90kg bags)	4,000,000	0	Target was not achieved because Strategic Food Reserves (SFR) is under reforms.
	Number of Generated/promoted Technologies in management of aflatoxin	5	5	Technologies promoted included; Aflasafe KE-01, improved maize Hand shellers, moisture Monitoring devices, hermetic storage and Nixtamilisation.

The State Department promoted Technologies in management of aflatoxin. These include Aflasafe KE-01, improved maize Hand shellers, moisture Monitoring devices, hermetic storage and Nixtamilisation.

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MTP111 Outcome: Improved Access to Agro processing and Post Harvest Technologies

Outcome	Outcome Indicator	Outcome Target 2019/20	Actual Achievement 2019/20	Remarks
Agricultural Technology Development Centres(ATDCs)	Number of Modernized ATDCs	10	2	
	number appropriate technology identified, tested and upscaled	10	5	
	% National machinery testing centre established	100	70	
	Number of incubation centres for value addition	2	1	

The State Department promoted agricultural technology development in ATDCS where 10 technologies were acquired, tested and promoted per year between 2015/2016 to 2019/2020. These included conservation agriculture; biogas technologies; ground nut processing; soya bean processing; palm oil extraction; grain storage silos; solar drying of farm produce; forage shredding machine; cassava processing; and sun flower oil extraction.

The State Department improved agriculture engineering technology development and testing at Bungoma and Mtwapa Agricultural Technology Development Centre's (ATDCs). The same is ongoing at Bukura and is currently at 50 percent complete. Similarly, incubation centers for value addition at ATDC were established at Katumani, Ruiru, Bukura and Siaya agro processing. The technologies identified and value addition promoted include; peanut processing, sorghum threshing, soya bean processing, solar drying flour blending and cassava processing

As a way of promoting appropriate postharvest technologies to reduce post-harvest losses, the following technologies were procured for demonstration and distributed to vulnerable farmers during the period: 70,000kgs of Aflasafe KE-01; 1,000 Hermetic bags; 144 hand shellers; and 24 moisture meters.

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MTP11 Outcome: POST HARVEST LOSSES REDUCTION

Outcome	Outcome Indicator	Outcome Target 2019/20	Actual Achievement 2019/20	Remarks
Reduced post-harvest losses of maize	Percentage change in post-harvest losses of maize	15	16	

Reduction in Maize yield loss: Yield loss from March/April cropping season was 20% in 2017 and 5% in 2018 respectively as reported from MITT survey reports. The State Department achieved target of reduction of maize losses by 15% in 2018 through:

- i. Procurement and distribution of pesticides and protective equipment; 10,000 liters of fall armyworm pesticides; 161,000 liters of locust pesticides; and 2,700 Protective equipment.
- ii. Training of 4,500 counties public-private extension service providers;
- iii. Over 7,000 farmers have been reached in field days in conjunction with stakeholders e.g. Agrochemical companies;
- iv. Distribution of control kitty (pesticides, sprayers)

County governments and Stakeholders were involved in sensitization and awareness campaigns to farmers in order to reduce post harvest losses and Aflatoxin contamination. Surveys for sample collection and laboratory analysis were conducted to monitor grains for Aflatoxin contamination during the period.

MTP111 Outcome: Food Generation Diversity

Outcome	Outcome Indicator	Outcome Target 2019/20	Actual Achievement 2019/20	Remarks
Increased production and productivity	Percentage improvement in food generation diversity	100	75	

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The target included production or procuring 12,100 basic seed for Potato; 20MT of high yielding rice seed variety; Propagation and distribution of assorted seeds and Legal Framework to access public land by private sector for maize production). During the 2019/20 period, the following activities were implemented: -

Potato production: was able to supply 25MT of Basic seeds to 6 counties (Uasin Gishu, Elgeyo Marakwet, Bomet, Nyandarua, Nyeri and Taita Taveta) specifically to Common Interest Groups (CIGs) comprising of Youth and the Vulnerable. This is projected to inject **2,500MT** of Certified seeds into the National Seed Supply annually thereby improving farmers access to certified seeds which in turn is expected to mitigate the effect of COVID 19 on potato production. The rest was procured by individual farmers and various County Governments.

On SMEs, a total of 24 were identified where 8 of them have been linked to ADC Molo and 6 to KALRO Tigoni as out-growers and as such operate under their respective licenses at least for a year before transiting and getting registered individually by KEPHIS.

Rice Production: Procured of 72 metric tons of certified rice seed against the planned 20 metric tons and distribution of the seeds to 14 counties is going on. The Counties are Kisumu, Kirinyaga, Migori, Busia, Bungoma, Kakamega, Homa Bay, Taita-Taveta, Meru, Kwale, Isiolo, Kilifi, Siaya and Tana River.

Assorted seedlings: During 2019/2020, State Department for Crop Development (SDCDAR) initiated procurement of 265,000 grafted Macadamia seedlings and 50,000 Coco nuts seedlings. Within the same period, the following assorted seedlings which are ready for distribution to farmers during the on-going MAM rains: Avocado-156,523; Macadamia-1000, Cashew nuts-110,000, Coconuts-64,919, Tea-370,000, Coffee- 137,000.

The said seedlings from state corporations were targeted to be distributed to the following counties: - AVOCADO- Murang'a, Nakuru & Nandi.; Coconut/Cashewnut - Kilifi & Kwale ; Coffee & Tea- Kiambu, Kericho & Trans Nzoia. No seedlings were distributed during the 4th quarter due to Covid .

800,000 fruit tree seedlings were procured and distributed. The seedlings procured include: mango and avocados (200,000 each) ; cashew nuts and coconut (200,000 each).

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MTP11 Outcome: Create enabling environment for agriculture sector growth

Outcome	Outcome Indicator	Outcome Target 2019/20	Actual Achievement 2019/20	Remarks
Policy , Legal and Institutional Development	Number of policies developed	5	2	
	Number of strategies developed	10	6	
	Number of Bills developed	3	2	

Policies developed

- I. **Agricultural Policy:** has been up dated and was submitted to the cabinet in February, 2019.
- II. **Mechanization Policy:** has been drafted but will be refreshed to ensure its alignment to the Agricultural Policy and Cabinet Memorandum will be prepared for forwarding to Cabinet for consideration and approval.

Strategies developed/Reviewed

- i. **Agriculture Sector Transformation and Growth Strategy (ASTGS)** was finalized after the national validation at KALRO and launched on 10th July 2019.
- ii. **Strategy for the revival of Pyrethrum Industry:** Desktop review was done in 2019. Not much was further done on the strategy as more efforts were on the Pyrethrum task force work and the development of the pyrethrum regulations.
- iii. **Sugar Industry Strategy:** National Sugar Industry Policy had been completed and was to undergo National validation, however this was awaiting sugar industry taskforce report to be inputted before validation. The draft policy is destined to be converted into the strategy.
- iv. **Root and Tuber Crops Strategy:** County and stakeholder consultations were completed and their views incorporated. National validation was undertaken in August 2019.
- v. **Cereals Strategy:** The Cereals policy was in its final state and was awaiting national validation. It now awaits report of maize taskforce report to be inputted into the policy which will then be converted into a strategy
- vi. **Cotton Development Strategy:** Desktop review was done in 2019. Fibre Crops regulations which includes cotton were developed. Concentration in developing the

regulations did not allow time to further the strategy.

Bills developed

- (a) During the period under review, the Food Safety Bill had undergone county and stakeholders' consultation and national validation. However, there were pertinent issues were raised that resulted to a need of a repeat consultations with 2 interest groups namely CoG and CECMs - Agriculture to address out the issues. Thereafter, the Bills were to be ready for final drafting at the Attorney General and subsequent presentation to Cabinet. However, the expected output was affected by unforeseen COVID-19 pandemic, hence to be continued in the subsequent contract period. Two workshops on development Food and Safety Bill were held and some taskforce members undertook a benchmarking tour to USA.
- (b) National Agricultural Mechanization Bill was not undertaken due to delays by treasury to provide authorization to incur expenditure for project that was to support the activity.

Regulations Developed:

The National Assembly Committee on agriculture and SWAG were consulted on the draft warehouse receipt system Regulations (WRS). TOR for regulatory impact assessment of WRS was also developed.

3.0 Implementation Challenges

The key constraints that affect implementation of planned activities during the 2019/20 financial year include:

- 1. The unforeseen COVID-19 pandemic which affected the schedule of planned activities and some resources were diverted from planned programmes and projects to fight the pandemic.
- 2. Limited funding for agricultural programmes implementation that addresses the key priorities like the Big 4 agenda and other projects outlined in the Agricultural Sector Transformation and Growth Strategy (ASTGS).
- 3. Climate change phenomenon has a direct effect on agricultural production. There are increased and deliberate efforts by the state department to sensitize farmers and develop technologies that address climate change effects through projects such as climate smart agriculture
- 4. Delays/non-disbursement of exchequer for agricultural activities especially in counterpart funding delays in donor funded projects has led to an altogether none implementation of some projects.

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4.0 Lessons Learnt and Way Forward

- (i) Enhance collaboration and partnerships amongst at all levels of government in order to establish sharing of resources and information. There is need to continue with the efforts to enhance linkages and build stronger collaboration with all the stakeholders; particularly between the national and County Governments in order to ensure sustainable food security and efficient service delivery
- (ii) Fast track the development and review of the legal and policy frameworks to provide for an enabling environment for agricultural projects implementation.

5.0 Conclusion

The agriculture sub sector is key to the overall economic growth and development in Kenya. It plays a key role in accelerating economic growth through enhancing food security, income generation, employment and wealth creation and foreign exchange earnings. The Country's Real Gross Domestic Product (GDP) is estimated to have expanded by 6.5 per cent in 2019. The growth was attributable to increased agricultural production, accelerated manufacturing activities, sustained growth in transportation and vibrant service sector activities. Agricultural activities benefitted from sufficient rains that were well spread throughout the country in 2019.

4 CORPORATE SOCIAL RESPONSIBILITY STATEMENTS /SUSTAINABILITY REPORTING

Employee welfare

a) Policies guiding the hiring process considering the gender ratio stakeholders engagement.

- i. Recruitment and selection is guided by the PSC Act Cap. 2017, Human Resources Procedures Manual, DPM Circulars, Labour Laws, Schemes of Service or career progression guidelines & PSC regulations 2020, pursuant to these guidelines MDAs are required to customize and domesticate these regulations develop and implement employment plans, review their recruitment policies to ensure that the mode of advertisement of job vacancies, pre-selection and conducting of interviews do not in any way disadvantage any particular group; and take deliberate measures including targeted advertisements to bring on board marginalized groups and take into account the gender ratio regional balance and PWD. Policies are reviewed from time to time and stakeholders are engaged during these reviews.

ii. Human Resource Policies and Procedures 2016

- Recruitment will be undertaken on the basis of fair competition and merit; representation of Kenya's diverse communities; adequate and equal opportunities to all gender, youth, members of all ethnic groups, persons with disabilities and minorities.
- Persons with disability shall be accorded equal opportunities for employment provided they have the necessary qualifications and are suitable for such employment. The government shall implement the principle that at least five (5) percent of all appointments shall be for persons with disabilities.

b) Efforts made in improving skills and managing careers, appraisals and reward systems

Section H of Human Resource Manual and Procedures States that;

- The Government policy on training is to ensure continuous upgrading of Public Servant's core competencies, knowledge, skills and attitudes including their ability to assimilate technology to enable them create and seize opportunities for social advancement, economic growth and individual fulfilment.
- Training needs analysis is carried out every two years while training projections are carried out annually it is the outcome of these reports that informs the decisions of the Ministerial Human Resource Managerial and Advisory Committee and the Public Service Commission on skills Development. The approved programmes should address national, organizational and individual goals and should be demand driven.
- The government continually develop its employees' professional knowledge and skills and encourage them to join relevant professional bodies. The Government has established mechanisms for supporting employees where the career guidelines require them to be members of a professional body.

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- Authorized Officers are expected to develop, update and maintain skills inventory for all officers in their respective State Departments for purposes of identifying the available, and the required skills. The inventory will guide the training, recruitment and succession management decisions.

c. Performance Appraisal System

- G.1 A Performance Appraisal System is a systematic process for getting better results from an organization, teams and individuals by managing performance within an agreed framework of planned goals, objectives and standards. It is a set of tools, processes and actions that allows for maximization of the performance of employees and institutions. (2) it also provides employees with a clear understanding of job expectations; regular feedback about performance; and sanctions for poor performance. The overall goal of a PMS is to measure employee performance and ultimately the achievement of intended results for the organization, in order to reward performance and sanction under performance.
- High performance Employees are rewarded through wages and benefits i.e thirteenth (13th) salary, recognition/commendation certificates, to give legal motivation which lead to high performance and productivity.

d. Compliance with Occupation Safety and Health Act of 2007 (OSHA)

Human Resource Policies and Procedures 2016

Pursuant to the OSHA Act 2007, Human Resource Policies, authorized officers are required to enforce the following regulations, under the provisions of the OSHA Act to ensure compliance.

- Section F.1 provides guidelines and standards for the prevention and protection of officers against accidents and occupational hazards arising at the work place. It also provides for guidelines, procedures and modalities for the administration and payment of compensation for work related injuries and accidents and diseases contracted during and outside the course of work.
- F.2(1) Authorized Officers maintains healthy and safe working environments for officers under their respective State Departments. (2) All officers have their responsibility to ensure safety to themselves and others when performing their duties.
- F.5(1) The Principal Fire Officer and the County Fire Officers are responsible for providing advice on all matters concerning fire prevention, firefighting, fire protection and fire demonstrations in all Government premises.
- F.8 Authorized Officers shall ensure that all officers who are employed in any process involving exposure to wet or to any injurious or offensive substances are provided with adequate, effective and suitable protective clothing and appliances.

These requirements are also captured in the State Department's respective performance contracts, as part of the enforcement mechanism.

5 STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the State Department for Crops Development is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year that ended on June 30th, 2020. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the State Department for Crops Development accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

The Accounting Officer is of the opinion that the entity's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the entity's financial position as at that date. The Accounting Officer charge of the State Department for Crops Development further confirms the completeness of the accounting records maintained for the entity, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The entity's financial statements were approved and signed by the Accounting Officer on 28.12. 2020.



Principal Secretary
Prof. Hamadi I. Boga



Head of Accounting Unit
CPA Charity W. Muriuki
ICPAK Member No: 5380

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REPORT OF THE AUDITOR-GENERAL ON STATE DEPARTMENT FOR CROP DEVELOPMENT FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of State Department for Crop Development set out on pages 32 to 66, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows, summary statement of appropriation-recurrent and development combined 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 the State Department for Crop Development as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unreconciled Proceeds from Foreign Borrowings

The statement of receipts and payments reflects proceeds from foreign borrowings amounting to Kshs.1,966,994,306 for the year ended 30 June, 2020. The amount relates to direct payments that were made to five Donor Funded Projects. However, variances were noted between the reported amounts and the amounts reflected in the financial statements of three (3) Donor Funded Projects as follows:

Project	Reported Amount (Kshs.)	Amount in Projects Financial Statements (Kshs.)	Variance (Kshs.)
Drought Resilience and Sustainable Livelihood Programme	813,352,904	812,853,404	499,500
Small Scale Irrigation and Value Addition Project	277,816,515	316,418,882	38,602,367
Kenya Climate Smart Agriculture Project	359,468,748	299,468,748	60,000,000

The variances have not been reconciled or explained.

2. Un-explained Expenditure on Compensation of Employees

The statement of receipts and payments reflects compensation of employees expenditure of Kshs.976,741,355 which, as disclosed in Note 5 to the financial statements, includes an amount of Kshs.309,946,181 in respect to personal allowances paid as part of salary. However, the balance differed with the amount of Kshs.308,799,181 in respect to personal allowances paid as part of salary reflected in the ledger resulting into an unexplained variance of Kshs.1,147,000.

Further, included in the expenditure are allowances totalling Kshs.13,770,000 paid under Small Scale Irrigation and Value Addition Project and Drought Resilience and Sustainable Livelihood Programme. However, the State Department's ledger reflected an amount of Kshs.25,961,500, resulting into an unexplained variance of Kshs.12,191,500. In addition, a list of the beneficiaries of the allowances was not provided.

Consequently, the accuracy and validity of the expenditure of Kshs.323,716,181 incurred under compensation of employees could not be confirmed.

3. Use of Goods and Services

3.1 Avoidable Expenditure on Rentals of Produced Assets

The statement of receipts and payments reflects an expenditure of Kshs.5,777,352,014 under use of goods and services which, as disclosed in Note 6 to the financial statements, includes Kshs.370,217,814 relating to rentals of produced assets. The amount of Kshs.370,217,814 includes an expenditure of Kshs.66,836,615 comprising of Kshs.39,763,210 for storage and handling charges and Kshs.27,073,405 for customs duty, incurred on a donation of chemicals and equipment from the Government of the People's Republic of China towards control of desert locusts in Kenya. However, the expenditure was not budgeted for and was avoidable since it was occasioned by delays in collection of the donations from the Port.

3.2 Unsupported and Misclassified Insurance Costs

Included in the use of goods and services expenditure of Kshs.5,777,352,014 are insurance costs of Kshs.268,558,927. However, the supporting ledger reflected an amount of Kshs.266,273,084, resulting in an unexplained variance of Kshs.2,285,843. In addition, the insurance costs include a journal entry of Kshs.76,000,000 that was not supported and payments amounting to Kshs.190,273,084 relating to surrender of imprest and not insurance costs.

Consequently, the validity and accuracy of insurance costs of Kshs.268,558,927 could not be confirmed.

4. Unreconciled Transfers to other Government Entities

The statement of receipts and payments reflects an expenditure of Kshs.12,497,651,915 on transfers to other government units during the year which, as disclosed in Note 8 to the financial statements, includes grants amounting to Kshs.901,335,407 that were

transferred to Agricultural Sector Development Support Programme. However, the financial statements of the Programme reflected receipts of Kshs.1,185,599,523 from the State Department resulting into a variance of Kshs.284,264,116 that has not been supported or explained.

Consequently, the completeness and accuracy of the amount disbursed to Agricultural Sector Development Support Project II could not be confirmed.

5. Cash and Cash Equivalents

5.1 Unsupported Payments from Deposits Bank Account

The statement of assets and liabilities reflects bank balances of Kshs.11,718,462,676 which, as disclosed at Note 12A to the financial statements, includes a balance of Kshs.159,904,675 held in the deposits bank account. However, audit examination of the deposits cash book revealed that payments made from the deposits bank account during the year under review included an amount of Kshs.11,482,524 being salary deductions that were remitted to various Savings and Credit Cooperatives Societies (SACCOS) and Kshs.4,050,750 paid to staff in the form of imprests. However, no expenditure returns or status reports to support the payments were availed for audit review.

In the circumstances, the validity of the payments totalling Kshs.15,533,274 made from the deposits bank account cannot be confirmed.

5.2 Unexplained Variances in Bank Balances

The bank balance of Kshs.11,718,462,676 also includes bank balances of Donor Funded Projects. However, the bank balances under Kenya Cereal Enhancement Programme totalling Kshs.3,981,968 differ with the bank balances reported in the Programme's financial statements of Kshs.4,121,022 by Kshs.139,054. Further, the balance of Kshs.7,555 that was reported under Multinational Rural Livelihood Adaptation to Climate (RLAC) was not supported.

Consequently, the accuracy and completeness of the bank balance of Kshs.11,718,462,676 could not be confirmed.

6. Unsupported Accounts Payables

The statement of assets and liabilities reflects a balance of Kshs.10,002,601,888 under accounts payables which, as disclosed in Note 14 to the financial statements, includes an amount of Kshs.159,904,675 in respect of general deposits which differs with the ledger balance of Kshs.207,287,235 by Kshs.47,382,560. In addition, the general deposits balance includes Kshs.2,058,916, Kshs.11,690,410 and Kshs.23,622,281 under International Food Fund, Regional Integration Implementation Programme and retentions respectively, that have not been supported by any verifiable records or documents. Further, the changes in the deposits and retentions analyzed in Note 17 to the financial statements includes deposits and retentions held during the year amounting to Kshs.32,827,927 that were not supported.

Consequently, the completeness and accuracy of the general deposits balance of Kshs.159,904,6745 could not be ascertained.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the State Department for Crop Development 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 audit 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 are no key audit matters to report in the year under review.

Other Matter

1. Pending Bills

As disclosed in Note 19.1 to the financial statements, the State Department had pending bills amounting to Kshs.14,506,431,671 as at 30 June, 2020. The bills include Kshs.488,492,219 relating to the 2019/2020 financial year and historical pending bills totalling Kshs.14,017,939,452 relating to fertilizer subsidy programme, maize subsidy programme and other prior years' balances of Kshs.1,393,029,106, Kshs.12,546,124,344 and Kshs.78,786,002, respectively. Failure to settle the pending bills in the year to which they relate adversely affects the following years' provisions to which they have to be charged. Further, the pending bills for the fertilizer and maize subsidy programmes have exposed the State Department to litigations by the suppliers of goods and services.

2. Unresolved Prior Year Audit Matters

Various prior year's audit issues, as disclosed under the progress on follow up of auditor's recommendations section of the financial statements, remained unresolved as at 30 June, 2020. Management has not provided reasons for the delay in resolving the prior year's audit issues.

3. Budget Control and Performance

The summary statement of appropriation-recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.37,155,370,874 and Kshs.24,280,379,269 respectively resulting to an under-funding of Kshs.12,874,991,605 or 35% of the budget. Similarly, actual expenditure amounted to Kshs.22,863,798,554 against the approved budget of Kshs.37,155,370,874 resulting to an under-expenditure of Kshs.14,191,545,456 or 38% which occurred mainly under acquisition of assets. The shortfall in budgeted receipts and under-expenditure implies that the overall goals and objectives of the State Department were not achieved as planned, impacting 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 matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections 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

Irregular Procurement of Helicopters

The State Department hired helicopters for provision of locust air surveillance services in Isiolo, Marsabit, Nakuru, Eldoret and Kerio Valley regions from two local companies at a total cost of Kshs.103,602,600. However, there was no tender evaluation report to support evaluation and recommendations for tender award. A review of the tender documents revealed that one the tenderers was not licensed to operate an aircraft but used the registration certificate of another firm while the other tenderer did not have a valid operator certificate authorizing it to undertake commercial air transport operations. This is contrary to the Civil Aviation (Licensing of Air Services) Regulations, 2018 which prohibits provision of air services by any person that is not licensed by the Kenya Civil Aviation Authority. The Regulations further provides that a license is not transferrable or assignable and also requires prior approval by the Kenya Civil Aviation Authority for any air carrier to use an aircraft from another carrier.

Although the State Department has explained that when issuing the tender document, they did not put it as a mandatory requirement that the bidder must provide a certificate of registration from KCAA, this contravenes Section 94 (3)(c) of the Public Procurement and Disposal Act, 2015 which requires the prequalification document to include instructions on the preparation of applications to pre-qualify, including any standard forms to be submitted and the documentary evidence and information required from candidates.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Audit Committee

The appointment of all the Audit Committee Members lapsed on 10 April, 2020 and the State Department has been operating without audit committee in place contrary to Section 73(5) of the Public Finance Management Act, 2012 which requires every national government public entity to establish an Audit Committee whose composition and functions shall be as prescribed by the Regulations. In addition, the outgoing Audit Committee did not hold any meetings during the 2019/2020 financial year contrary to Regulation 179(1) of the Public Finance Management (National Government) Regulations, 2015 which requires the Audit Committee to meet at least once in every three months.

2. Lack of Risk Management Policy and Disaster Recovery Plan

The State Department did not have a Risk Management Policy and a Disaster Recovery Plan contrary to Regulation 165 of the Public Finance Management (National Government) Regulations, 2015 which requires the Accounting Officer to ensure that a national government entity develops risk management strategies, which include fraud prevention mechanism and a system of risk management and internal control that builds robust business operations. This compounds exposure of the State Department's operations to risks which could impact negatively on achievement of strategic objectives as well as service delivery and accountability of public resources.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the State Department for Crop Development's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Ministry or 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 State Department for Crop Development financial reporting process, reviewing the effectiveness of how the entity 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 noncompliance. 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 State Department for Crop Development policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the State Department for Crop Development 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 State Department for Crop Development to cease to continue sustaining its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the State Department for Crop Development 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.


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

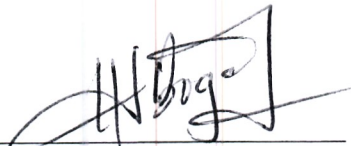
13 May, 2021


STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

7 STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2019-2020	2018-2019
		Kshs	Kshs
RECEIPTS			
Proceeds from Domestic and Foreign Grants	1	38,602,367	92,497,584
Exchequer releases	2	22,274,743,597	21,348,768,414
Proceeds from Foreign Borrowings	3	1,966,994,306	1,117,414,844
Proceeds from Sale of Assets	4	39,000	3,634,883
TOTAL RECEIPTS		24,280,379,270	22,562,315,725
PAYMENTS			
Compensation of Employees	5	976,741,355	981,594,906
Use of goods and services	6	5,777,352,014	7,380,394,464
Subsidies	7	1,393,627,263	290,000,000
Transfers to Other Government Units	8	12,497,651,915	5,775,206,465
Other grants and transfers	9	-	94,644,539
Social Security Benefits	10	6,521,860	844,071
Acquisition of Assets	11	2,211,904,147	7,836,605,234
TOTAL PAYMENTS		22,863,798,554	22,359,289,679
SURPLUS/DEFICIT		1,416,580,716	203,026,048

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 28/12/20 2020 and signed by:


Principal Secretary
Prof. Hamadi I. Boga



Head of Accounting Unit
CPA Charity W. Muriuki
ICPAK Member No: 5380


STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

8 STATEMENT OF ASSETS AND LIABILITIES

	Note	2019-2020	2018-2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	12A	11,718,462,676	2,359,845,917
Cash Balances	12B	260,221	3,984,242
Total Cash and cash equivalent		11,718,722,897	2,363,830,159
Accounts receivables – Outstanding Imprests	13	1,740,938	-
TOTAL FINANCIAL ASSETS		11,720,463,836	2,363,830,159
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	14	10,002,601,888	2,062,548,927
NET FINANCIAL ASSETS		<u>1,717,861,948</u>	<u>301,281,232</u>
REPRESENTED BY			
Fund balance b/fwd	15	301,281,232	612,469,564
Prior year adjustment	16	-	(514,214,380)
Surplus/Deficit for the year		1,416,580,716	203,026,048
NET FINANCIAL POSITION		<u>1,717,861,948</u>	<u>301,281,232</u>

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 27.12. 2020 and signed by:


Principal Secretary
Prof. Hamadi I. Boga


Head of Accounting Unit
CPA Charity W. Muriuki
ICPAK Member No: 5380

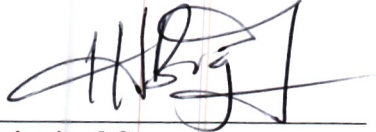
STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

9 STATEMENT OF CASH FLOWS

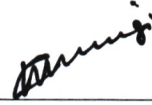
		2019-2020	2018-2019
		Kshs	Kshs
Receipts for operating income			
Proceeds from Domestic and Foreign Grants	1	38,602,367	92,497,584
Exchequer Releases	2	22,274,743,597	21,348,768,414
Other Revenues			
		22,313,345,964	21,441,265,998
Payments for operating expenses			
Compensation of Employees	5	976,741,355	985,501,978
Use of goods and services	6	5,777,352,014	7,376,487,391
Subsidies	7	1,393,627,263	290,000,000
Transfers to Other Government Units	8	12,497,651,915	5,775,206,465
Other grants and transfers	9		94,644,539
Social Security Benefits	10	6,521,860	844,071
Finance Costs, including Loan Interest			
Other Expenses			
		20,651,894,406	14,522,684,445
Adjusted for:			
Adjustments during the year			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)		(1,740,938)	1,752,677
Increase/(Decrease) in Accounts Payable: (deposits and retention)		7,940,052,961	1,874,471,442
Prior Year Adjustments		-	(514,214,380)
Net cash flow from operating activities		9,599,763,580	8,280,589,650
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	4	39,000	3,634,883
Acquisition of Assets	11	(2,211,904,147)	(7,836,605,233)
Net cash flows from Investing Activities		(2,211,865,147)	(7,832,970,350)
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from Domestic Borrowings			
Proceeds from Foreign Borrowings	3	1,966,994,306	1,117,414,844
Repayment of principal on Domestic and Foreign borrowing			
Net cash flow from financing activities		1,966,994,306	1,117,414,844
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year		2,363,830,159	798,794,372
Cash and cash equivalent at END of the year		11,718,722,897	2,363,830,158

STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

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 28.12 2020 and signed by:



Principal Secretary
Prof. Hamadi I. Boga



Head of Accounting Unit
CPA Charity W. Muriuki
ICPAK Member No: 5380

STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

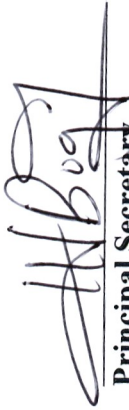
10 SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense 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						
Proceeds from Domestic and Foreign Grants	730,933,891	(682,962,229)	47,971,662	38,602,367	9,369,295	80%
Exchequer releases	9,205,699,747	15,364,577,831	24,570,277,578	22,274,743,596	2,295,533,982	91%
Proceeds from Foreign Borrowings	2,367,980,470	121,591,790	2,489,572,260	1,966,994,306	522,577,957	79%
Proceeds from Sale of Assets	2,000,000	10,045,549,374	10,047,549,374	39,000	10,047,510,374	0%
Other Receipts						
TOTAL RECEIPTS	12,306,614,108	24,848,756,766	37,155,370,874	24,280,379,269	12,874,991,605	65%
PAYMENTS						
Compensation of Employees	696,562,800	323,049,754	1,019,612,554	976,741,355	42,871,199	96%
Use of goods and services	8,231,613,518	2,412,638,627	10,644,252,144	5,777,352,014	4,866,900,130	54%
Subsidies	753,426,117	830,382,360	1,583,808,477	1,393,627,263	190,181,214	88%
Transfers to Other Government Units	7,454,138,820	5,507,987,417	12,962,126,237	12,947,651,915	464,474,322	96%
Social Security Benefits		10,354,842	10,354,842	6,521,860	3,832,982	63%
Acquisition of Assets	3,002,658,746	7,932,557,875	10,935,216,620	2,211,904,147	8,723,312,473	20%
Other Payments						
TOTAL PAYMENTS	20,138,400,000	17,016,970,874	37,155,370,874	22,863,798,554	14,191,545,456	62%
Surplus/ Deficit	(7,831,785,892)	7,831,785,892	-	1,416,580,715	(1,416,580,715)	

NOTES:

- i) The underutilization under use of good and services was due to non-issue of exchequer by the National Treasury and delay in procurement procedures.
- ii) The underutilization under acquisition of assets was due to non-issue of exchequer by the National Treasury and delay in procurement procedures
- iii) There were low proceeds from sale of assets as a result of SFR budget in supplementary II which was loaded in budget but National Treasury advised not to utilize the funds. (Attached)
- iv) Under- utilization on social security funds was as a result of over-budgeting. There was low employment of staff in the lower cadres as all employment are being organized and carried by public service.

The entity financial statements were approved on 28.12. 2020 and signed by:


Principal Secretary
Prof. Hamadi I. Boga



Head of Accounting Unit
CPA Charity W. Muriuki
ICPAK Member No: 5380

STATE DEPARTMENT FOR CROP DEVELOPMENT
 Reports and Financial Statements
 For the year ended June 30, 2020

11 SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Receipt/Expense 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						
Exchequer releases	4,179,200,000	416,692,192	4,595,892,192	4,526,063,305	69,828,887	98%
Proceeds from Sale of Assets	2,000,000	10,145,549,374	10,047,549,374	39,000	10,047,510,374	0%
Other Receipts						
TOTAL RECEIPTS	4,181,200,000	10,462,241,566	14,643,441,566	4,526,102,305	10,117,339,261	31%
PAYMENTS						
Compensation of Employees	500,550,000	352,636,754	853,186,754	824,008,598	29,178,156	97%
Use of goods and services	79,185,172	2,750,972,597	2,830,157,768	597,395,793	2,232,761,975	21%
Transfers to Other Government Units	1,507,100,000	1,585,900,000	3,093,000,000	3,092,550,000	450,000	100%
Social Security Benefits		10,354,842	10,354,842	6,521,860	3,832,982	63%
Acquisition of Assets	4,764,829	7,851,977,374	7,856,742,202	5,157,529	7,851,584,673	0%
Other Payments						
TOTAL PAYMENTS	2,091,600,000	12,551,841,566	14,643,441,566	4,525,633,779	10,117,807,787	31%
Surplus/Deficit	2,089,600,000	(2,089,600,000)	-	468,526	(468,526)	

Notes

- i) The underutilization under use of good and services was due to non-issue of exchequer by the National Treasury and delay in procurement procedures.
- ii) The underutilization under acquisition of assets was due to non-issue of exchequer by the National Treasury and delay in procurement procedures
- iii) There were low proceeds from sale of assets was as a result of SFR budget in supplementary II which was loaded in budget but National Treasury advised not to utilize the funds. (Attached)

**Reports and Financial Statements
For the year ended June 30, 2020**

iv) Under- utilization on social security funds was as a result of over-budgeting. There was low employment of staff in the lower cadres as all employment are being organized and carried by public service.

The entity financial statements were approved on 28.12. 2020 and signed by:



**Principal Secretary
Prof. Hamadi I. Boga**



**Head of Accounting Unit
CPA Charity W. Muriuki
ICPAK Member No: 5380**

STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

12 SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

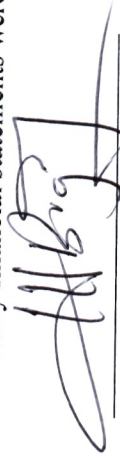
Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
RECEIPTS						
Proceeds from Domestic and Foreign Grants	730,933,891	(682,962,229)	47,971,662	38,602,367	9,369,295	80%
Exchequer releases	5,026,499,747	14,947,885,639	19,974,385,386	17,748,680,291	2,225,705,095	89%
Proceeds from Foreign Borrowings	2,367,940,470	121,591,790	2,489,572,260	1,966,994,306	522,577,954	79%
Other Receipts						
TOTAL RECEIPTS	8,125,414,108	14,386,515,200	22,511,929,308	19,754,276,964	2,757,652,344	88%
PAYMENTS						
Compensation of Employees	196,012,800	(29,587,000)	166,425,800	152,732,757	13,963,043	92%
Use of goods and services	8,152,428,346	(338,333,970)	7,814,094,376	5,179,956,221	2,634,138,155	66%
Interest payments						
Subsidies	753,426,117	830,382,360	1,583,808,477	1,393,627,263	190,181,214	88%
Transfers to Other Government Units	5,947,038,820	3,922,087,417	9,869,126,237	9,405,101,915	464,024,322	95%
Acquisition of Assets	2,997,893,917	80,580,501	3,078,474,418	2,206,746,618	871,727,800	72%
Other Payments						
TOTAL PAYMENTS	18,046,800,000	4,465,129,308	22,511,929,308	18,338,164,775	4,173,764,533	81%
Surplus/Deficit	(9,921,385,892)	9,921,385,892	-	1,416,112,189	(1,416,112,189)	

**Reports and Financial Statements
For the year ended June 30, 2020**

Notes

- i) The underutilization under use of good and services was due to non-issue of exchequer by the National Treasury and delay in procurement procedures.
- ii) The underutilization under acquisition of assets was due supplementary II loaded for Strategic Food Reserve to cover for operations and acquisition of strategic stocks which approval was to be granted by the National Treasury. (Attached)
- iii) There were low proceeds from sale of assets as a result of SFR budget in supplementary II which was loaded in budget but National Treasury advised not to utilize the funds. (Attached)
- iv) Under- utilization on social security funds was as a result of over-budgeting. There was low employment of staff in the lower cadres as all employment are being organized and carried by public service.

The entity financial statements were approved on 28.12 2020 and signed by:



**Principal Secretary
Prof. Hamadi I. Boga**



**Head of Accounting Unit
CPA Charity W. Muriuki
ICPAK Member No: 5380**

STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

13 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2020		Adjustments		Final Budget 2020		Actual on comparable basis Date, 2020		Budget utilization difference	
	Kshs		Kshs		Kshs		Kshs		Kshs	
0107000000	4,024,078,864	3,975,478,329	48,600,535		4,024,078,864	3,756,739,413	267,339,451			
0107010000	3,975,478,329				3,975,478,329	3,717,337,441	258,140,888			
0107020000	48,600,535				48,600,535	39,401,972	9,198,563			
0108000000	32,495,878,737	14,732,603,594			32,495,878,737	18,544,994,116	13,951,484,621			
0108010000	14,732,603,594				14,732,603,594	11,584,225,647	3,148,377,947			
0108020000	15,741,865,542				15,741,865,542	5,134,000,164	10,607,865,378			
0108030000	2,021,409,601				2,021,409,601	1,826,168,305	195,241,296			
0109000000	635,413,273	598,584,779			635,413,273	562,065,025	73,348,248			
0109010000	598,584,779				598,584,779	531,016,022	67,568,757			
0109020000	36,828,494				36,828,494	31,049,002	5,779,492			
TOTAL	37,155,370,874				37,155,370,874	22,863,798,554	14,292,172,320			

14 SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

• Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

SIGNIFICANT ACCOUNTING POLICIES

- **Transfers from the Exchequer**

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

- **External Assistance**

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

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30th June 2020, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

- **Other receipts**

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

b) Recognition of payments

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

- **Compensation of Employees**

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

- **Use of Goods and Services**

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

- **Interest on Borrowing**

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

SIGNIFICANT ACCOUNTING POLICIES

• **Repayment of Borrowing (Principal Amount)**

The repayment of principal amount of borrowing is recognized as payment in the period in which the repayment is made.

• **Acquisition of Fixed Assets**

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

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

5. In-kind contributions

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

6. Third Party Payments

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

7. Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

Restriction on Cash

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2020, this amounted to Kshs 159,904,675.25 compared to Kshs 133,572,499 in prior period as indicated on note 12.

There were no other restrictions on cash during the year.

STATE DEPARTMENT FOR CROP DEVELOPMENT
Reports and Financial Statements
For the year ended June 30, 2020

SIGNIFICANT ACCOUNTING POLICIES

8. Accounts Receivable

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

9. Accounts Payable

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

10. Pending Bills

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1st July 2019 to 30th June 2020 as required by Law and there were two supplementary adjustments to the original budget during the year.

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

Government Development Projects are budgeted for under the MDAs but receive budgeted funds as transfers and account for them separately. These transfers are recognised as inter-entity transfers.

12. Comparative Figures

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

SIGNIFICANT ACCOUNTING POLICIES

13. Subsequent Events

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

14. Errors

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

During the year, errors that have been corrected are disclosed under note 26 explaining the nature and amounts.

15. Related Party Transactions

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

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15 NOTES TO THE FINANCIAL STATEMENTS

1 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

	Name of Donor	Date received	Indicate whether it was a direct payment	Amount in foreign currency	2019-2020	2018-2019
					Kshs	Kshs
	Grants Received from Bilateral Donors (Foreign Governments)					
	IDA					30,000,000
	Grants Received from Multilateral Donors (International Organisations)					
	IDA				38,602,367	62,497,857
	TOTAL				38,602,367	92,497,584

2 EXCHEQUER RELEASES

Description	2019-2020	2018-2019
	Kshs	Kshs
Total Exchequer Releases for quarter 1	1,086,749,441.3	1,260,672,874
Total Exchequer Releases for quarter 2	4,341,940,053.00	5,535,316,783
Total Exchequer Releases for quarter 3	3,200,488,439.60	10,470,572,005
Total Exchequer Releases for quarter 4	6,100,799,152.60	4,082,185,742
Conditional grants released from National Exchequer (NARIGP)	4,562,651,325.30	-
Conditional grants released from National Exchequer (KCSAP)	2,982,115,185.00	-
TOTAL	22,274,743,596.80	21,348,768,414

Budgeted exchequer was Kshs.37,157,370,874 versus received exchequer of Ksh.22,274,743,594 leading to a short of Kshs.14,880,627,227

Conditional Grant for NARIGP and KCSAP of Kshs 4,562,651,325.30 and Kshs 2,982,115,185 respectively were budgeted under State Department for Crop Development and released directly to county government from the National Exchequer as analysed below.

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NOTES TO THE FINANCIAL STATEMENTS(Continued)

State Department for Crop Development (VOTE D1165)	Kshs
National Agricultural & Rural Inclusive Growth Project (NARIGP)	691,880,283.30
National Agricultural & Rural Inclusive Growth Project (NARIGP)	299,867,582.00
National Agricultural & Rural Inclusive Growth Project (NARIGP)	1,820,123,670.00
National Agricultural & Rural Inclusive Growth Project (NARIGP)	6,762,126.00
National Agricultural & Rural Inclusive Growth Project (NARIGP)	1,744,017,664.00
Kenya Climate Smart Agriculture Project (KCSAP)	1,396,769,390.40
Kenya Climate Smart Agriculture Project (KCSAP)	1,585,345,794.60
TOTAL	7,544,766,510.30

3 PROCEEDS FROM FOREIGN BORROWINGS

	2019-2020	2018-2019
	Kshs	Kshs
Foreign Borrowing - Direct Payments	1,966,994,306	1,117,414,844
Total	1,966,994,306	1,117,414,844

4 PROCEEDS FROM SALE OF ASSETS

	2019-2020	2018-2019
	Kshs	Kshs
Receipts from the Sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from the Sale Plant Machinery and Equipment	12,000	22,000
Receipts from Sale of Certified Seeds and Breeding Stock		
Receipts from the Sale of Strategic Reserves Stocks		
Receipts from the Sale of Inventories, Stocks and Commodities	27,000	3,612,883
Disposal and Sales of Non-Produced Assets		
Receipts from the Sale of Strategic Reserves Stocks		
Total	39,000	3,634,883

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NOTES TO THE FINANCIAL STATEMENTS(continued)

5 COMPENSATION OF EMPLOYEES

	2019-2020	2018-2019
	Kshs	Kshs
Basic salaries of permanent employees	507,337,359	501,805,152.40
Basic wages of temporary employees	155,657,315	130,909,723.50
Personal allowances paid as part of salary	309,946,181	345,511,530.95
Personal allowances paid as reimbursements	2,374,499	1,942,499.00
Employer Contributions Compulsory national health insurance schemes	1,426,000	1,426,000.00
Total	976,741,355	981,594,905.85

6 USE OF GOODS AND SERVICES

	2019-2020	2018-2019
	Kshs	Kshs
Utilities, supplies and services	25,407,312	34,671,577
Communication, supplies and services	177,051,270	21,865,865
Domestic travel and subsistence	390,156,902	637,254,966
Foreign travel and subsistence	14,467,736	52,513,338
Printing, advertising and information supplies & services	63,341,697	34,633,658
Rentals of produced assets	370,217,814	69,651,680
Training expenses	1,270,497,867	180,126,036
Hospitality supplies and services	99,436,172	86,058,474
Insurance costs	268,558,927	309,554,440
Specialized materials and services	1,837,927,691	206,260,491
Office and general supplies and services	89,688,865	62,632,756
Other operating expenses	976,445,770	5,602,863,435
Routine maintenance – vehicles and other transport equipment	33,209,105	12,683,488
Routine maintenance – other assets	19,671,515	11,134,390
Fuel Oil and Lubricants	141,273,370	58,489,870
Total	5,777,352,014	7,381,202,613

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NOTES TO THE FINANCIAL STATEMENTS(continued)

7 SUBSIDIES

Description	2019-2020	2018-2019
	Kshs	Kshs
Subsidies to Public Corporations		
<i>See list attached</i>		
(insert name)		
Subsidies to Private Enterprises		
<i>See list attached</i>	1,393,627,263	290,000,000
(insert name)		
TOTAL	1,393,627,263	290,000,000

8 GRANTS AND TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018-2019
	Kshs	Kshs
Transfers to National Government entities (SCOA Codes 2630100, 2630200, 2640400, 2640500, 2649900, 2820100, 2820200, 2820300)		
Current grants	3,092,550,000.00	4,597,947,547
Capital grants	9,405,101,915.35	1,176,203,418
Other current Transfers ,Grants and Subsidies		1,055,500
TOTAL	12,497,651,915.35	5,775,206,465

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

Description	Recurrent	Development	Total 2019-2020	2018-2019
	Kshs	Kshs	Kshs	Kshs
Transfers to SAGAs and SCs				
Agricultural Fisheries and Food Authority	2,517,000,000.00		2,517,000,000.00	4,054,756,671.00
Kenya Plant Health Inspectorate Service	189,999,998.00		189,999,998.00	199,990,880.00

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Bukura Agricultural College	164,000,000.00	50,000,000.00	214,000,000.00	-
Pyrethrum Regulatory Authority	132,000,000.00	30,000,000.00	162,000,000.00	20,000,000.00
Pest Control Products Board	89,550,002.00	10,000,000.00	99,550,000.00	98,200,000.00
Agricultural Society of Kenya		325,000,000.00	325,000,000.00	-
Agricultural Development Corporation		100,000,000.00	100,000,000.00	400,000,000.00
Kenya School of Agriculture		99,999,998.05	99,999,998.05	69,832,258.00
Miraa Industry Revitalization Project		180,000,000.00	180,000,000.00	-
Kenya Climate Smart Agriculture Project		2,982,115,185.00	2,982,115,185.00	170,000,000.00
Nyayo Tea Zones		100,000,000.00	100,000,000.00	20,000,000.00
National Agricultural and Rural Inc. Project		4,562,651,325.30	4,562,651,325.30	-
Agricultural Sector Development Support Programme		117,500,000.00	117,500,000.00	-
Agricultural Sector Development Support Programme		783,835,407.00	783,835,407.00	371,123,286.00
Cotton Industry Revitalization Project		64,000,000.00	64,000,000.00	50,000,000.00
National Produce and Cereals Board				300,000,000.00
National Potato Council Of Kenya				1,055,500.00
TOTAL	3,092,550,000.00	9,405,101,915.35	12,497,651,915.35	5,775,206,465

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NOTES TO THE FINANCIAL STATEMENTS(continued)

We have confirmed these amounts with the recipient entities and attached these confirmations as an Appendix to this financial statements

9 OTHER GRANTS AND TRANSFERS

Explanation	2019-2020	2018-2019
	Kshs	Kshs
Scholarships and other educational benefits		4,847,616
Grants to small businesses, cooperatives, and self employed		89,796,923
Total		94,644,539

10 SOCIAL SECURITY BENEFITS

Explanation	2019-2020	2018-2019
	Kshs	Kshs
Government pension and retirement benefits	6,521,859.6	844,071.30
Total	6,521,859.6	844,071.30

11 ACQUISITION OF ASSETS

Non Financial Assets	2019-2020	2018-2019
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		3,460,000
Refurbishment of Buildings	34,630,889	32,081,144
Construction of Roads		
Construction and Civil Works	494,179,969	637,970,161
Overhaul and Refurbishment of Construction and Civil Works		
Purchase of Vehicles and Other Transport Equipment	604,552,273	10,677,668
Overhaul of Vehicles and Other Transport Equipment	1,682,636	3,655,239
Purchase of Furniture and Institutional Equipment	174,000	369,300
Purchase of Office Furniture and General Equipment	233,755,752	88,131,669

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Purchase of ICT Equipment, Software and Other ICT Assets		
Purchase of Specialized Plant, Equipment and Machinery	115,502,856	6,831,972
Rehabilitation and Renovation of Plant, Machinery and Equip.	107,306	223,561
Purchase of Certified Seeds, Breeding Stock and Live Animals	258,110,293	459,974,021
Research, Studies, Project Preparation, Design & Supervision	259,362,716	115,932,480
Rehabilitation of Civil Works	209,845,457	326,479,154
Acquisition of Strategic Stocks and commodities		6,150,818,866
Acquisition of Land		
Acquisition of Intangible Assets		
Total	2,211,904,147	7,836,605,234

12A: Bank Accounts

Name of Bank, Account No. & currency	Currency	Nature of Account	Exc rate (if in foreign currency)	2019-2020	2018-2019
				Kshs	Kshs
CBK 1000384034	KES	RECURRENT	1	355,431.25	14,296.00
CBK 1000384042	KES	DEVELOPMENT	1	1,202,517.30	9,547.00
CBK 1000384058	KES	DEPOSIT	1	159,904,675.25	133,572,499.00
CBK 1000387564	KES	DROUGHT RESIT SUST LIVELIHOODS PROJ	1	24,519,014.25	47,362,768.00
CBK 1000387588	KES	STRATEGIC GRAIN RESERVE (SGR)	1	9,842,697,212.75	1,928,976,428.00
CBK 1000387602	KES	STRENGTH FERTILIZER QUAL.REG.	1	7,315,321.75	7,315,322.00
CBK 1000387618	KES	SMALL SCALE IRRIG.VALUE ADDITION PR	1	228,021.80	125,855.00
CBK 1000387645	KES	KENYA CLIMATE SMART PRO	1	736,318,796.50	53,985,375.00
CBK 1000387653	KES	NAT AGRIC RURAL LIVELI ADAP TO CLIM	1	54,807,052.95	169,686,836.00

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CBK 1000387831	KES	SMALL SCALE IRRIG.VALUE ADDITION PR	1	367,811.75	30,943.00
CBK 1000407875	KES	ENABLE YOUTH KENYA PROGRAMME	1	4,222,105.00	16,447,105.00
CBK 1000419237	KES	MULTI NAT RURAL LIVEHD ADT CLIMATE	1	7,555.35	-
KCB 1266644504	KES	KCSAP	1	9,588,892.40	2,318,943.00
NCBA 8518320012	KES	AGGRA SUPPORTED PROJECT	1	23,072,671.00	-
KCB 1266645519	KES	NATONAL AGRICULTURAL &RURAL INCLU	1	549,558,529.00	-
KCB 1229967206	KES	ASDSP11 GOK	1	13,300,751.00	-
KCB 1229965076	KES	ASDSP 11 DONOR	1	121,140,728.00	-
EQUITY 1510263657085	KES	KCEP	1	41,866,967.66	-
EQUITY 1510265062080	KES	KCEP	1	1,947,309.00	-
EQUITY 1510264926255	KES	KCEP	1	4,556,687.90	-
EQUITY 1510279192355	KES	KCEP	1	5,344,934.00	-
CO-OP 01141587177900	KES	KCEP	1	3,570,166.26	-
CO-OP 01141587177901	KES	KCEP	1	77,422,412.00	-
CO-OP 01141587177902	KES	KCEP	1	10,114,519.00	-
CO-OP 01141587177903	KES	KCEP	1	2,225,670.00	-
CO-OP 01141587177904	KES	KCEP	1	2,025,952.00	-
CO-OP 01141587177905	KES	KCEP	1	2,414,277.00	-
CO-OP 01141587177906	KES	KCEP	1	7,105,465.50	-
CO-OP 01141779197400	KES	KCEP	1	943,788.00	-
CO-OP 01141222797000	KES	KCEP	1	512,037.00	-
CO-OP 01141566540500	KES	KCEP	1	6,451.00	-
CO-OP 01141302244400	KES	KCEP	1	2,891,566.42	-

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CO-OP 01141730928000	KES	KCEP	1	20,097.10	-
CO-OP 01141572005000	KES	KCEP	1	2,526,143.00	-
CO-OP 01141540780500	KES	KCEP	1	3,269,348.71	-
CO-OP 01141748922300	KES	KCEP	1	908,434.00	-
	KES	AIRC	1	183,363.45	-
				11,718,462,676	2,359,845,917

12B: CASH IN HAND

	2019-2020	2018-2019
	Kshs	Kshs
Cash in Hand – Held in domestic currency	260,221	3,982,600
Cash in Hand – Held in foreign currency		
Total	260,221	3,982,600

Cash in hand should also be analysed as follows:

	2019-2020	2018-2019
	Kshs	Kshs
Head Quarters Kilimo House	2,358	1,642
NARIGP	28,343	3,982,600
KCSAP	35,520	-
KCSAP	1,400	-
KCEP	192,600	-
Total	260,221	3,984,242

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NOTES TO THE FINANCIAL STATEMENTS(continued)

13: ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

<i>Description</i>	2019-2020	2018-2019
	Kshs	Kshs
Government Imprests	1,740,938	-
Clearance accounts		
Total	1,740,938	

14. ACCOUNTS PAYABLE

Description	2019-2020	2018-2019
	Kshs	Kshs
General Deposits	159,904,675.25	133,572,499
Strategic Grain Reserve	9,842,697,212.75	1,928,976,428
Total	10,002,601,888.00	2,062,548,927

15. FUND BALANCE BROUGHT FORWARD

Description	2019-2020	2018-2019
	Kshs	Kshs
Bank accounts	2,359,845,917	798,792,657
Cash in hand	3,984,242	1,715
Accounts Receivables	-	1,752,677
Accounts Payables	(2,062,548,927)	(188,077,485)
Total	301,281,232	612,469,564

16 .CHANGES IN RECEIVABLE

Description of the error	2019 - 2020	2018 - 2019
	KShs	KShs
Outstanding Imprest as at 1 st July 2019 (A)		
Imprest issued during the year (B)	156,250,000	
Imprest surrendered during the Year (C)	154,509,062	
Net changes in account receivables D= A+B-C	1,740,938	

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NOTES TO THE FINANCIAL STATEMENTS(continued)

17 . CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

Description of the error	2019 - 2020	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July 2019 (A)	133,572,498.85	
Deposit and Retentions held during the year (B)	32,827,926.65	
Deposit and Retentions paid during the Year (C)	6,495,750.25	
Net changes in account receivables D= A+B-C	159,904,675.25	

18. RELATED PARTY DISCLOSURES

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

The following comprise of related parties to the State Department for Crop Development

- Key management personnel that include the Cabinet Secretaries and Accounting Officers
- Other Ministries Departments and Agencies and Development Projects;
- County Governments; and
- State Corporations and Semi-Autonomous Government Agencies.

Related party transactions:

	2019- 2020	2018- 2019
	Kshs	Kshs
Key Management Compensation		
<u>Transfers to related parties</u>		
<u>Transfers to SCs and SAGAs</u>		
Pest Control Board	99,550,000	98,200,000
Mau Buffer Zone		20,000,000
KEPHIS	189,999,998	199,990,880
Pyrethrum Industry Recovery	162,000,000	20,000,000
Sugar Reforms Project		17,314,255
KSA Campuses	99,999,998.05	69,832,258
Support for improvement of added value to coffee		10,000,000
Mechanization of Agricultural Development Project	100,000,000	400,000,000
Cotton Industry Revitalization Project	64,000,000	50,000,000
National Produce and Cereals Board		300,000.000
Agriculture Food Authority	2,517,000,000	4,054,756,667
Support to improvement coffee		10,000,000

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Sugar reforms		10,247,874
National Potato Council of Kenya		1,055,500
Bukura college	214,000,000	
ASK	325,000,000	
MIRAA	180,000,000	
NYAYO TEA ZONES	100,000,000	
Transfers to Development Project		
ASDSP	783,835,407	371,123,286
ASDSP	117,500,000	
KSCAP	2,982,115,185	170,000,000
NARIGP	4,562,651,325.30	
Transfers from related parties		
Transfers from the Exchequer	22,274,743,597	21,348,768,414

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

19. OTHER IMPORTANT DISCLOSURES

19.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	Kshs	Kshs	Kshs	Kshs
Supply of goods and sevvies	129,895,090	484,497,751	(125,900,622)	488,492,219
Historical pending bills	3,962,511,573	14,017,939,452*	-	14,017,939,452
Total	4,092,406,663	14,502,437,203	(125,900,622)	14,506,431,671

*The pending bills totaling to Kshs 14,017,939,452 relates to pending bills arising from prior years and which were validated by internal auditors in the year under review.

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16 PROGRESS ON FOLLOW UP OF PRIOR YEARS AUDITOR'S RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. 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)
1.	Accumulated Fund	The balances were part of the audited financial statements for year 2017/2018 and related to project accounts operating commercial banks and State Department for Agriculture CBK Recurrent and Development Accounts.	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations
2.	Procurement of subsidy fertilizer	There were challenges in tendering procedures that resulted to low absorption. The Ministry had a target of procuring eight different types of blends of fertilizer but after evaluation only three (3) blends were bought since the other five varieties of blend, were not responsive	Mr. Oseko	Not resolved	Waiting for PACs recommendations

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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)
3.	Amount and value of Fertilizer ordered	Bank certificates for letters of credit were fully executed and are hereby attached. However, we wish to confirm that all fertilizers were delivered as per the letters of credit to KCB.	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations
4.	Payment of Fertilizer	All letters of credit were executed and fertilizer delivered as per the terms of agreement	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations
5.	Sales on credit	State Department gave fertilizer to Muranga county government on credit. This was meant to increase production of agricultural products a key function in the Big 4 agenda. The credit facilities have been given on the understanding that Exchequer releases to the county government are irregular and farmers should plant in time.		Not resolved	Waiting for PACs recommendations

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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)
6.	Insurance costs	<p>The procurement for insurance services for 2018/19 was commenced as per the required procedure. The procurement process reached technical and financial evaluation and the tender evaluation committee awarded APA.</p> <p>The Insurance cover was to handle 323,402 farmers but the process did not finish in time. Farmers were exposed to risk in the event of crop failure and hence APA which had provided the previous year cover was paid Kshs.47, 802,468.74 for the insurance cover. Failure to take the insurance cover would have exposed the farmers to risk.</p>	Lucy Njenga Director Policy	Not resolved	Waiting for PACs recommendations

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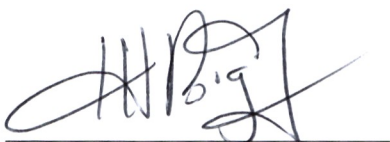
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe : (Put a date when you expect the issue to be resolved)
7	Other grants and transfers	This Project is a youth empowerment project whose objectives. All these will contribute towards the achievement of the Big 4 Agenda in ensuing 100% Food and Nutrition Security.	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations
8.	Proceeds from foreign borrowing	It has also been confirmed that there were no variance between what was reported in the ministry headquarters and SIVAP.	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations
9.	Proceeds from sale of assets	There was an amount received from Telkom Kenya. It is confirmed that the money related to payment for leasing a portion of Kilimo house. We demanded for payment after the institution had failed to pay for some time	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations

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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)
10.	Bank balances	There is significance difference in accounting procedures in World Bank projects. The projects do not recognize any transaction not paid in the bank as at the close of the financial year that is 30 th June of any year. However, the ministry recognizes all payments that have gone through IFMIS and exchequer may even be released in July the ensuing financial year but the expenditure will still be accounted for in the year it was intended for, as per the Budget.	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations
11.	Accounts Payable	The matter remains as was explained in the response to management letter. For issues that are yet to be expressed to your satisfaction, we shall carry out further analysis in due cause.	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations

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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)
12.	Grants and transfers to other government entities	It is imperative to note that ASDSP has bi-partisan approach between the National Government and the county Government. The bulk of GOK counterpart funds were from the county Government amounting to Kshs 301,750, 999. The ASDSP programme had a duty to report on funds contributed by county government in their financial reporting.	Charity Muriuki AAG	Not resolved	Waiting for PACs recommendations



 Principal Secretary



 Assistant Accountant General

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17 ANNEXURE
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

SUMMARY						
STATUS OF PENDING BILLS AS AT 30TH JUNE 2020						
Financial Year	Amount Payable	Bills Under Verification	Total	Available budget under Q1/FY2020/21	Budget Deficit	
	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	
FY2019/2020	484,497,751.43	-	484,497,751.43	-	-	
FY2018/2019	32,946,692.00	-	32,946,692.00	-	-	
Prior Years	14,017,939,451.82	-	14,017,939,451.82	-	-	
Total	14,535,383,895.25	-	14,535,383,895.25	-	-	

STATUS OF PENDING BILLS AS AT 30TH JUNE 2020

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DEVELOPMENT VOTE 1165						
2019/2020						
a.						
b.	PAYEE	NATURE OF GOODS/SERVICES	DATE	PERIOD	PV.NO.	AMOUNT
1.	Kenya Seed	Supply & delivery of maize & rice kilifi, kwale & bomachoge	22/6/2020	2019/2020	2309	59,665,540.00
2.	New Links Supplies Limited	Supply & delivery of ULVA sprayers	8/4/2020	2019/2020	1689	6,500,000.00
3.	RH Devani Ltd	Supply of fuel to NVSP vehicles	24/6/2020	2019/2020	2439	9,160,000.00
4.	National Irrigation Board	Supply & delivery of assorted rice	22/6/2020	2019/2020	2319	8,500,000.00
5.	Isuzu East Africa (GM)	Repairs of GK A 177R	12/6/2020	2019/2020	2108	553,876.00
6.	Chamwa Motors Ltd	Repairs of GK A 243S	17/4/2020	2019/2020	2343	311,460.00
7.	Cessmo Enterprises	Supply, delivery & mounting of PA system on vehicle	29/6/2020	2019/2020	2380	2,490,911.40
8.	Patience Services Ltd	Supply & delivery of grafted cashewnuts seedlings to kilifi county.	24/1/2020	2019/2020	1500	7,975,000.00
9.	Joacs Enterprises Ltd	Supply & delivery of heavy duty gloves, hand wash soap & face masks	29/6/2020	2019/2020	2485	1,798,000.00

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10.	Bell Industries Ltd	Supply of fethion at plant protection services	16/6/2020	2019/2020	2304	47,280,000.00
11.	National Value Chain Support Programme	Annual fee for redemption of 40% subsidy component	25/6/2020	2019/2020	2433	20,119,320.00
12.	Toyota Kenya Ltd	Supply & delivery of two toyota fortuner	15/4/2020	2019/2020	50071	9,920,000.00
13.	Northern Services Co.	Construction of muringine marketing shed	28/5/2020	2019/2020	2189	5,325,024.00
14.	Rujam Investments Ltd	Supply of safety caps	8/4/2020	2019/2020	1688	550,000.00
15.	Gactor Enterprises Ltd	Construction of muraru miraa marketing shed	28/5/2020	2019/2020	2197	4,294,684.00
16.	Gactor Enterprises Ltd	Construction of kiritiri miraa marketing shed			2190	3,903,735.00
17.	Octagon Builders and General Suppliers Ltd	Construction of siakago miraa marketing shed	25/5/2020	2019/2020	2192	4,119,734.00
18.	Off Limit Bands	Supply & delivery of rugged tablets	29/6/2020	2019/2020	2381	29,550,000.00
19.	Salyka solutions	Supply & delivery of 340 & 660 20L tins water	14/1/2020	2019/2020	1501	932,000.00
20.	Export Hydro Pump & Services	Drilling & Equipping of Mukothima Borehole	28/6/2020	2019/2020	2200	5,804,598.38

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21.	Export Hydro Pump & Services	Drilling & equipping of tairi borehole	25/5/2020	2019/2020	2199	4,937,501.51
22.	Juanco Ltd	Supply of locust guard at plant protection services	30/4/2020	2019/2020	1802	11,000,000.00
23.	Gradet Enterprises Ltd	Supply & delivery of maize seeds	30/6/2020	2019/2020	2207	4,944,060.00
24.	Crystal Valueers Ltd	Payment of office rent for July, August, September & October 2020	15/6/2020	2019/2020	2146	1,046,793.00
25.	Suzzanes Enterprises	Supply & delivery of desk sanitizer 500ml & sanitizer 20 ltrs	29/6/2020	2019/2020	2484	1,962,500.00
26.	Mwithu Holdings Ltd	Drilling & equipping of kiutine borehole	29/5/2020	2019/2020	2361	5,734,400.00
27.	Pro Flight Ltd	Helicopter hire charges	22/6/2020	2019/2020	234	11,802,000.00
28.	Petlico Agencies	Construction of kawanjara/ena miraa marketing shed	28/5/2020	2019/2020	2196	5,605,044.60
29.	Crystal Valuers	Payment of office rent for April, May & June 2020	27/5/2020	2019/2020	1913	785,095.20
30.	Toyota Kenya Limited	Supply & delivery of motor cycle	28/6/2019	2019/2020	50074	2,392,668.00
31.	Mediamax Ltd	Advertisement notice on tender documents	23/12/2019	2019/2020	916	324,800.00

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32.	Export Hydro Pump & Services (A)	Drilling & equipping of Athiru-Gaitu borehole	28/5/2020	2019/2020	219	4,703,009.14
33.	Cinfra Options	Supply of knapsack sprayers at plant protection services	5/5/2020	2019/2020	1958	1,700,000.00
34.	Zimsmart Enterprises	Supply & delivery of assorted toners	30/6/2020	2019/2020	-0-	912,800.00
35.	Rodalink Agencies LTd	Supply & delivery of soya beans	30/6/2020	2019/2020	2524	3,849,450.00
36.	Ramji Haribhai Devani Limited	Purchase of fuel	21/5/2020	2019/2020	1965	500,000.00
37	Ms Starwinn Supplies Sevoics	Supply of windy wet & dry giant Hoover	2019/2020	12/7/2019	235	121,684.00
38	Agriculture And Food Authority				2380	10,080,000.00
39	Institution of Engineers				417	520,000.00
40	M/S Telkom Kenya Limited				2070	526,147.00
41	Wayland General Merchants	Supply & delivery of toners	28/6/2019	2019/2020	15	2,495,000.00
42	Matky Investments Ltd	Supply & delivery of assorted toners	2019/2020	27/6/2019	14	2,495,000.00
43	Xtranet Communications	Supply of internet services	2019/2020	27/6/2019	16461	200,168.00
44	M/s RH Divani	Supply of Fuel	2019/2020	29/6/2020	223803	3,000,000.00

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45	Amin Construction	Transportation Services	2019/2020	26/6/2020		220,000.00
46	Bontech Ventures Limited	Repair and Servicing of Photocopiers and Printers	2019/2020	29/6/2020	502	672,800.00
47	Ebepalick Enterprises	Supply of Toners	2019/2020	29/6/2020	7	450,000.00
48	Hewat Ventures	Supply of Toners	2019/2020		101	1,504,400.00
49	Staing Enterprises	Supply of Hard Disks And Toners	2019/2020	30/6/2020	503	2,462,500.00
50	Wall street Distribution Agency Ltd	Supply of Stationery	2019/2020		3239	694,760.00
51	Emco Diesel Services	Supply of Toners	2019/2020		400	1,018,000.00
52	Roali Agencies	Supply of Tyres	2019/2020	29/6/2020	49	642,000.00
53	Taraji Enterprises	Supply of Toners	2019/2020	29/6/2020	113	488,500.00
54	Amsun Products and Services	Supply of Shredder and Toners	2019/2020	29/6/2020	20	358,620.00
55	Wall street Distribution Agency Ltd	Supply of Furniture	2019/2020	29/6/2020	3242	240,800.00
56	Lemitter Company Ltd	Supply of stationery	2019/2020	29/6/2020	60	495,500.00

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57	Techniques General Supplies	Supply of Tyres	2019/2020	30/6/2020	325	2,430,000.00
58	Greenwich Intercom	Supply of Tyres and Batteries	2019/2020	30/6/2020	13	1,714,000.00
59	Koche Investments	Supply of Tyres	2019/2020	29/6/2020	16	1,968,000.00
60	Taraji Enterprises	Suply of Coveyance Pipes	2019/2020	29/6/2020	116	3,220,200.00
61	Lizmart Agencies	Supply of tyers	2019/2020	30/6/2020	74	1,047,000.00
62	Adventure supplies ltd	Delivery of transparent folder, Antivirus, Assorted ball point pens	2019/2020	30/6/2020	47	270,150.00
64	Blue Line Logistics Ltd	Delivery of Extension cables & Toners	2019/2020	30/6/2020	108	950,000.00
65	Trice-ma Enterprises	Supply & Delivery of Tyers	2019/2020	30/06/2020	5359	379,000.00
66	M/s Escace Co. Ltd	Delivery of Batteries and Tyers	2019/2020	29/06/2020	129	638,000.00
67	Kefame Enterprises	Supply of Tyers	2019/2020	30/06/2020	51	1,113,400.00
68	Jungle Nut Ltd	Supply & Delivery of Macadamia seedlings	2019/2020	29/06/2020	200950	23,333,050.00
69	Vital Food Products Ltd	Supply & delivery macadamia seedlings	2019/2020	29/06/2020		23,333,700.00
70	Kinondo Farm Ltd	Supply of certified avocado seedlings	2019/2020	26/06/2020	47	10,200,000.00

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71	Shamo Investments	Supply & delivery of macadamia seedlings	2019/2020	24/06/2020	51	23,333,050.00
72	Hatari Security	Provision of Security Services	2019/2020	30/11/2019	Various	4,712,684.00
73	Rentokil Initial	Provision of sanitary services	2019/2020	27/02/2020	Various	231,106.00
		SUB-TOTAL				416,018,223

2018/2019

74	Brookespring investment ltd	Supply & delivery of domestic microwave, protective coats, envelops & flip chart	2018/2019	28/6/2019	55	661,500
75	Docie General Supplies	Supply & delivery of assorted toners	2018/2019	28/6/2019	144	975,000
76	Lul Enterprises	Payment of pest control & fumigation	2018/2019	25/6/2019	278	483,999
77	Masai Store Ltd	Drilling, equipping and erecting tank	2018/2019	28/6/2019	1	1,639,750
78	Rubets Investments	Supply & delivery of tyres	2018/2019	28/6/2019	89	798,000
79	Tetrad Enterprises	Supply & delivery of 10 pcs of conference leather chairs	2018/2019	6/8/2018	90	1,650,000

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80	Pong Agencies Limited	Supply & install three No. extension lines & extension cards	2018/2019	19/11/2018	8023	50,500
81	Rubets Investments					624,100
82	Jacq Ezards	Supply & delivery of installation wiltons carpet	2018/2019	28/8/2018	12	1,655,300
83	Lakezal Enterprises Ltd		2018/2019		1724	1,900,000
84	Toyota K Limited	Repairs & service for GKA 511Y	2018/2019	28/6/2019	70284378	37,800
85	Tagza Engineering Company Limited	Supply & delivery of computers, computer accessories, shredder & smart TV	2018/2019	25/6/2019	1	1,799,990
86	Datawrite Enterprises	Supply & delivery of toners	2018/2019	28/6/2019	107	1,219,400
87	Shonitel Limited	Supply & delivery of printer coloured medium duty	2018/2019	28/6/2019	201906035	146,616
88	Trackida General Supplies Ltd	Supply & delivery of laptops & four way extension cables	2018/2019	28/6/2019	115	739,000
89	Mavuno (K) Automasters	Repair of motor vehicle GKB 602M	2018/2019	30/6/2019	85	125,280
90	Makadino Investments	Installation of Boardroom PA System	2018/2019	27/6/2019	21	1,360,250

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91	Heartland Investment Company	Supply of SorghamGadam	2018/2019	26/6/19	21	10,496,640	
92	M/s Bennyton enterprises	Supply of tyres	2018/2019	5/4/2019	256	432,000	
		SUB-TOTAL				26,795,125	
		PRIOR YEARS					
93	Copy Cat Ltd	Maintenance of photocoppy Machines	2017/2018	1/11/2017		278,400	
94	Siaki Office Supplies Ltd	Cleaning Services	2017/2018	2/2/2018		337,660	
95	Sagoki General Supplies	Supply & delivery of business cards	2017/2018	13/9/2017	610	40,350	
96	Pamtech Supplies	Supply & delivery of desktop computers, laptops, scanner, ditital camera, projector & 3 user kaspersky	2017/2018	4/6/2018	168	939,800	

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97	Cross End Enterprises	Supply & delivery of pegen peas and sorghum gadam	2017/2018	23/5/2018	631	945,994
98	Vicky Greenfarm Ltd	Supply & Delivery of Avocado Seedlings	2017/2018	20/10/2017	44	4,300,000
99	Simlaw Seeds	Supply & delivery of various seeds to Budalangi & other counties	2017/2018	30/6/2019	VARIOUS	4,051,200
100	Exponous Agencies	Supply & delivery of assorted Office Items	2017/2018	25/6/2019	103	834,228
		SUB-TOTAL				11,727,632.00
GRAND TOTAL- DEVELOPMENT				454,540,980.23		
RECURRENT VOTE 1165						
2019/2020						
1.	Catholic Archdiocese of Nyeri	Rent for space occupied at Hill plaza	26/6/2020	2019/2020	0002419	4,123,713.00
2.	Viewcare international Trading Company Ltd	Supply of ULVA sprayers	3/3/2020	2019/2020	0001598	7,800,000.00

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3.	Stan Consulting Group Ltd	Tuition fees for 4 officers who attended a training at pride Inn hotel	23/4/2019	2018/2019	000498	348,000.00
4	Lilowik Enterprises Ltd	Supply of motorized sprayers at plant protection services	23/6/2020	2019/2020	0002428	6,300,000.00
5.	Pest Control & Products Board	Rent for January to March 2020	3/4/2020	2019/2020	0001670	412,345.20
6.	Pest Control & Products Board	Rent for April, May & June	15/6/2020	2019/2020	-0-	405,235.80
7.	Toyota Kenya	Repairs of GKB 802S	29/6/2020	2019/2020	-0-	41,126.00
8.	Siaki Office Supplies Ltd	Cleaning services	26/6/2020	2019/2020	0002432	355,745.20
9.	Public Trustee				0001979	50,000.00
10.	Public Trustee				0001980	30,000.00
11.	Siaki Office Supplies Ltd	Cleaning services	26/6/2020	2019/2020	0002431	1,582,704.00
12.	Kenya School Of Government				0002212	386,800.00
13.	Institute Of Human Resource Mgt				0002613	7,000.00
14.	M/S Telkom Kenya Limited				0002216	139,203.00
15.	M/S Telkom Kenya Limited				0002030	155,012.00
16.	Wells Autoparts & Accessories	Repair of GKB 759C	28/6/2019	2019/2020		180,960

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17	Equip Agencies Ltd	Supply of Chemicals	30/6/2020	2019/2020	7756	34,000,000
18	JandecAlltime Agencies	Supply of Tyres	29/6/2020	2019/2020	001	975,000
19	Hardwell Enterprises	Supply of Tyres	29/6/2020	2019/2020	095	1,326,500
20	Lul Enterprises	Supply of Stationery	29/6/2020	2019/2020	506	809,500
21	Empolink East Africa Supplies	Roof Repaires at Kilimo House	29/06/2020	2019/2020	045	1,300,284
22	Jerich Hand crafts	Supply & delivery of Tyers	24/06/2020	2019/2020	005	335,000
23	Flozan Ventures	Supply of Stationary	22/6/2020	2019/2020	079	113,000
24	Vienna Traders & company	Supply of corporate uniforms	22/6/2020	2019/2020	009	450,000
25	Simba Corporation Limited	Repairs of GKA 180R	21/6/2019	2019/2020		50,400
26	Kevwiny Agencies Ltd	Supply & delivery of airtime for shep plus	28/6/2019	2019/2020	349	262,000
27	Kevwiny Agencies Ltd	Supply & delivery of airtime to ministry officials	25/6/2019	2019/2020	345	6,540,000
		SUB-TOTAL				68,479,528
2018/2019						
28	Banlast Investments	Supply & delivery of office stationary	28/6/2019	2018/2019	202	99,450

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29	National Oil Corporation of Kenya	Payment of purchase of diesel	27/06/2019	2018/2019		200,000
30	Rubets Investments	Supply & installation of three panasonic secretarial sets	88	2018/2019	088	570,000
31	Geopath Technologies Ltd	Provision of mobile phone services	19/11/2018	2018/2019	22012018	75,000
32	Pago Airways Travel Limited	Provision of Airtickets to Turkana	28/6/2019	2018/2019	19060285	115,080
34	Pago Airways Travel Limited	Provision of Air ticket Nairobi-Mombasa & Nairobi-Namibia	25/6/2019	2018/2019	19030182	861,690
35	Eurocom Systems Limited	Supply & delivery of scanners light duty scanjet	28/6/2019	2018/2019	469	85,497
36	Escace Company Ltd	Supply & delivery of stationaries	30/6/2019	2018/2019	121	1,269,000
37	Joyrowl Limited	Provision of fumigation services	28/6/2019	2018/2019	4085	500,000
38	Kandito Enterprises	Servicing of electromagnetic door locks	28/6/2019	2018/2019	012	199,850
39	Kandito Enterprises	Servicing & replacing of luggage scanner	28/6/2019	2018/2019	011	133,400
40	Capstone Global Limited	Supply of stationary & water	29/5/2019	2018/2019	005	219,200

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41	Kenya School of Monetary Studies Lleycharma Agencies	Provision of conference package	6/7/2018	2018/2019	21647	104,400
42						1,719,000
		SUB-TOTAL				6,151,567
PRIOR YEARS						
43	Telkom Kenya	Payment of airtime	25/4/2018	2017/2018	0004000	200,080
44	Telkom Kenya	Payment of airtime	25/4/2018	2017/2018		211,528
45	Telkom Kenya	Payment of telkom services	25/4/2018	2017/2018		8,973
46	Telkom Kenya	Supply of MTN internet	26/6/2018	2017/2018	VARIOUS	2,475
47	MTN Business	Provision of conference service	29/6/2018	2017/2018	063004	29,000
48	Sarova Panafric Limited	Supply & delivery of Kyocera, hard disk	18/5/2018	2017/2018	266972	220,000
49	MFI Document Solutions Limited	Supply & delivery of mobile phones airtime	6/6/2018	2017/2018	003300	292,088
50	Kevviny Agencies Ltd	Outstanding payment	29/6/2018	2017/2018	263	2,000,000
51	The Star	Payment of outstanding arrears		2013-2015	VARIOUS	1,381,562

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52	International Red Locust Control Organisation for Central and Southern Africa	Supply & installation of three panasonic secretarial sets	2008-2017	62,712,664
		SUB-TOTAL		67,058,370
		GRAND TOTAL- RECURRENT		141,689,465
		TOTAL-RECURRENT		141,689,465
		TOTAL-DEVELOPMENT		454,540,980
		GRAND TOTAL	596,230,445	

FINANCIAL YEAR	AMOUNT PAYABLE
FY 2019/2020	484,497,751.43

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FINANCIAL YEAR	AMOUNT PAYABLE
FY 2019/2020	484,497,751.43
FY 2018/2019	32,946,692.00
PRIOR YEARS	14,017,939,451.82
Total	14,535,383,895.25

	PRIOR YEARS
1 SUBSIDY FERTILIZER	1,393,029,106.19
2 MAIZE SUBSIDY PROGRAMME	12,546,124,343.63
3 OTHER RECURRENT & DEVELOPMENT BILLS-PRIOR YEARS	78,786,002.00
Total	14,017,939,451.82

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ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2018/2019	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year	Historical Cost c/f (Kshs) 2019/2020
Buildings and structures	63,162,288	528,810,858	-	-	591,973,146
Transport equipment	652,303,068	606,234,909	-	-	1,258,537,977
Office equipment, furniture and fittings	88,500,969	233,929,752	-	-	322,430,721
Machinery and Equipment	7,055,533	115,610,162	-	-	122,665,695
Intangible assets	7,053,204,521	727,318,466	-	-	7,780,522,987
Total	7,864,226,379	2,211,904,147	-	-	10,076,130,526

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ANNEX 3 – LIST OF PROJECTS IMPLEMENTED BY THE STATE DEPARTMENT FOR CROP DEVELOPMENT

Ref	Project Name	Principal activity of the project	Accounting Officer	Project consolidated in these financial statements(YES/NO)
1	Kenya Climate Smart Agriculture Project	Improving livelihoods of local farmers	Prof. Hamadi I. Boga	YES
2	KCEP	To increase agricultural food production by facilitating farmers with inputs ,markets and storage facilities .	Prof. Hamadi I. Boga	YES
3	National Agricultural and Rural Inc. Project	To increase agricultural productivity and profitability of targeted rural communities in selected Counties, and in the event of an Eligible Crisis or Emergency, to provide immediate and effective response	Prof. Hamadi I. Boga	YES
4	Agricultural Sector Development Support Programme II	Promoting three prioritised value chain to the counties .	Prof. Hamadi I. Boga	YES
5	DRSP		Prof. Hamadi I. Boga	YES
6	SIVAP		Prof. Hamadi I. Boga	YES

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7.	Enable Youth	To support growth of sustainable commercially viable small and medium agribusiness enterprises through development of well-structured agribusiness projects, providing financial products market access and networking	Prof. Hamadi I. Boga	YES
8.	Support to agricultural input and output marketing project	Formulate policies and regulations that govern agriculture	Prof. Hamadi I. Boga	YES
9.	CADREP		Prof. Hamadi I. Boga	YES

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ANNEX 4 – LIST OF SCs, SAGAs AND PUBLIC FUNDS UNDER THE STATE DEPARTMENT FOR CROP DEVELOPMENT

Ref	SC, SAGA or Public Fund's name	Principal activity of entity	Accounting Officer	Amount transferred during the year	Inter- entity reconciliations done? (yes/no)
1	Agriculture and Food Authority(AFA)	To promote best practices in and regulate; the production, processing, marketing, grading, storage, collection and warehousing of agricultural produce and products.(Regulator)	Prof. Hamadi I. Boga	2,517,000,000	YES
2.	Agriculture Development Corporation(ADC)	To ensure the continued existence of the breeds and the availability of quality stock through production and supply of quality seed, technology transfers and training (Service)	Prof. Hamadi I. Boga	100,000,000	YES
3.	Bukura Agricultural College (BAC)	To Provide Quality Agricultural Education through Training, Innovation and Extension Services. (Training)	Prof. Hamadi I. Boga	214,000,000	YES
4.	Kenya plant Health Inspectorate Service (KEPHIS)	To provide an effective and efficient science-based regulatory service for assurance on quality of agricultural inputs and produce. (Regulatory)	Prof. Hamadi I. Boga	189,999,996	YES

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5.	Pest Control Products Board (PCPB)	To provide professional, efficient and effective regulatory service for manufacture, trade, safe use and disposal of pest control products. (Regulatory)	Prof. Hamadi I. Boga	99,550,000	YES
6.	Pest Control Products Board (PCPB)	To provide professional, efficient and effective regulatory service for manufacture, trade, safe use and disposal of pest control products. (Regulatory)	Prof. Hamadi I. Boga	99,550,000	YES
7	Pyrethrum Regulatory Authority	Processing and marketing of Pyrethrum and other pyrethrum products	Prof. Hamadi I. Boga	162,000,000	YES
8	Agricultural Society of Kenya	Staging agricultural exhibitions and trade fairs .	Prof. Hamadi I. Boga	325,000,000	YES
9	Kenya School of Agriculture		Prof. Hamadi I. Boga	99,999,998.05	YES
10	Commodity Fund	To Provide easily accessible and affordable credit and financial solutions to the agriculture sector. (Financial)	Prof. Hamadi I. Boga	180,000,000	YES
11	Kenya Climate Smart Agriculture Project	Improving livelihoods of local farmers	Prof. Hamadi I. Boga	2,982,115,185	YES
12	Nyayo Tea zones		Prof. Hamadi I. Boga	100,000,000	YES

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13	National Agricultural and Rural Inc. Project	to increase agricultural productivity and profitability of targeted rural communities in selected Counties, and in the event of an Eligible Crisis or Emergency, to provide immediate and effective response	Prof. Hamadi I. Boga	4,562,651,298	YES
14	Agricultural Sector Development Support Programme		Prof. Hamadi I. Boga	117,500,000	YES
15	Agricultural Sector Development Support Programme		Prof. Hamadi I. Boga	783,835,407	YES
16	Cotton Industry Revitalization Project		Prof. Hamadi I. Boga	64,000,000	YES
17					

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ANNEX 5 – CONTINGENT LIABILITIES REGISTER

1	Nature of contingent liability	Payable to	Currency	Estimated Amount Kshs	Expected date of payment	Remarks
	NCIA Case No. DIS/ARB/1/19/(01-08	MOALF, Hon AG and multiple claimants	KES	Principal cost kshs 2,056,460,376 and interest @ 14% p.a		Matter determined
2	Kisumu CACA No. 3	Bukura Agricultural College, Okeno and Sons contractors, Ministry of Agriculture	KES	Principal cost Kshs2,916,309		
3	NCIA Case No. DIS/ARB/02/20	Unga Ltd. Vs MOALF	KES	Principal cost Ksh286,464,100.80 and interest @ 12% p.a		
4	In the matter of Arbitration between Export Trading Company Ltd vs National Cereals Board	M/s Export Trading Co. and MOALF,	KES	Principal cost kshs 1,393,039,106.19 and Interest		Matter determined

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ANNEX 6- REPORTS GENERATED FROM IFMIS

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

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

FROM DATE:01-JUL-2019

TO DATE:30-JUN-2020

For: State Department for Crop
Development

PF/NO	Particulars	Desgination	Amoi
0157180	DUNCAN GATHITU MAINA	SDA ICT	15,00
1990163157	NICOLAS MUMO NZIOKA	N.A.	250,55
1994005521	MARTIN ODHIAMBO NYAKINYE	N.A.	52,50
1997032844	JAMES WAMBUA SINGI	N.A.	1,49
1997032860	ELIZABETH JEPKEMOI YEGON	N.A.	324,10
1997033434	JAMES WACIURI WANJOHI	N.A.	589,32
2003045499	PAUL MWANGI NJUGUNA	N.A.	66,80
2004003856	JOHN NJOROGE KAMAU	N.A.	170,30
2004004072	KIMANI M ALEXANDER	N.A.	161,86
2007001544	TERESIA WANGUI GITAKA	SDENR AS	34,60
2007041081	CAROLYNE ACHIENG OYOO	N.A.	75,40
Total			1,741,93



Trial Balance Comparison Report

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To ADJ2-19

Account No and Description	Current Period		Previous pe	
	Debit Balance	Credit Balance	Debit Balance	
	Kshs	Kshs	Kshs	
1310202 Capital Grants from Foreign Governments	0.00	0.00	0.00	
1310200 Grants from Foreign Govts. - Direct Payments treated as AIA	0.00	0.00	0.00	
1310000 Grants from Foreign Governments	0.00	0.00	0.00	
1320202 Capital Grants from International Organizations	0.00	38,602,367.00	0.00	
1320200 Grants from International Organizations - Direct Payments AIA	0.00	38,602,367.00	0.00	
1320000 Grants from International Organisations	0.00	38,602,367.00	0.00	
1450101 Sundry Revenue	0.00	0.00	0.00	
1450100 Paid to Exchequer	0.00	0.00	0.00	
1450000 Other Receipts Not Elsewhere Classified	0.00	0.00	0.00	
1990103 Discount Taken	112,104.00	0.00	0.00	
1990100 System Required Revenue A/cs	112,104.00	0.00	0.00	
1990000 System Required Revenue	112,104.00	0.00	0.00	
2110101 Basic Salaries - Civil Service	507,337,359.35	0.00	501,805,152.40	
2110100 Basic Salaries - Permanent Employees	507,337,359.35	0.00	501,805,152.40	
2110201 Contractual Employees	143,232,766.00	0.00	128,974,723.50	
2110202 Casual Labour - Others	12,424,549.40	0.00	1,935,000.00	
2110200 Basic Wages - Temporary Employees	155,657,315.40	0.00	130,909,723.50	
2110301 House Allowance	171,095,441.35	0.00	209,890,288.25	
2110306 Foreign Service Allowance (Overseas Addition)	21,583,096.25	0.00	20,555,329.50	
2110309 Special Duty Allowance	366,563.25	0.00	216,133.00	
2110311 Transfer Allowance	1,043,100.40	0.00	911,670.00	
2110312 Responsibility Allowance	648,132.75	0.00	562,128.00	
2110313 Entertainment Allowance	643,750.00	0.00	500,000.00	
2110314 Transport Allowance	61,698,214.35	0.00	82,042,409.85	
2110315 Extreneous Allowance	30,372,280.00	0.00	18,354,340.95	
2110317 Domestic Servant Allowance	452,400.00	0.00	618,442.50	
2110318 n Practising Allowance	1,656,800.00	0.00	1,550,093.00	
2110320 Leave Allowance	10,386,402.55	0.00	5,397,823.90	
2110336 Car Purchase Allowance	10,000,000.00	0.00	0.00	
2110300 Personal Allowances paid as part of Salary	309,946,180.90	0.00	340,598,658.95	
2110402 Refund of Medical Expenses - Inpatient	1,942,499.00	0.00	1,942,499.00	
2110405 Telephone Allowance	432,000.00	0.00	0.00	
2110400 Personal Allowances paid as Reimbursements	2,374,499.00	0.00	1,942,499.00	
2110000 Wages and Salary Contributions	975,315,354.65	0.00	975,256,033.85	
2120201 Employer Contributions to National Social and Health Insurance Scheme	1,426,000.00	0.00	1,426,000.00	
2120200 Employer Contributions to Compulsory Health Insurance Schemes	1,426,000.00	0.00	1,426,000.00	
2120000 Social Contributions	1,426,000.00	0.00	1,426,000.00	
2210101 Electricity	18,559,558.50	0.00	18,776,182.05	
2210102 Water and Sewerage Charges	4,089,268.80	0.00	4,563,397.15	
2210103 Gas expenses	173,297.75	0.00	288,838.00	

Account No and Description	Current Period		Previous p	
	Debit Balance	Credit Balance	Debit Balance	
2210300 Domestic Travel and Subsistence, and Other Transportation Costs	390,156,902.00	0.00	645,287,793.30	
2210401 Travel Costs (airlines, bus, railway, etc.)	6,074,988.00	0.00	47,099,330.20	
2210402 Accommodation	414,891.00	0.00	1,148,584.75	
2210403 Daily Subsistence Allowance	7,941,400.00	0.00	7,733,200.00	
2210404 Sundry Items (e.g. airport tax, taxis, etc?)	36,457.00	0.00	272,920.75	
2210405 Shipment of Personal and Household Effects	0.00	0.00	9,302.75	
2210400 Foreign Travel and Subsistence, and other transportation costs	14,467,736.00	0.00	56,263,338.45	
2210502 Publishing & Printing Services	14,347,625.50	0.00	11,586,843.50	
2210503 Subscriptions to Newspapers, Magazines and Periodicals	3,194,320.00	0.00	1,432,203.75	
2210504 Advertising, Awareness and Publicity Campaigns	44,678,182.95	0.00	17,321,497.00	
2210505 Trade Shows and Exhibitions	1,121,569.00	0.00	6,893,113.50	
2210500 Printing , Advertising and Information Supplies and Services	63,341,697.45	0.00	37,233,657.75	
2210602 Payment of Rents and Rates - Residential	9,000,487.60	0.00	7,699,998.20	
2210603 Rents and Rates - Non-Residential	35,653,526.65	0.00	35,943,477.40	
2210604 Hire of Transport, Equipment	325,563,799.40	0.00	26,008,204.00	
2210600 Rentals of Produced Assets	370,217,813.65	0.00	69,651,679.60	
2210701 Travel Allowance	1,043,092,236.20	0.00	93,912,074.55	
2210702 Remuneration of Instructors and Contract Based Training Services	41,690,932.50	0.00	38,228,582.75	
2210703 Production and Printing of Training Materials	29,792,805.50	0.00	13,375,460.65	
2210704 Hire of Training Facilities and Equipment	35,104,336.50	0.00	19,584,812.00	
2210705 Field Training Attachments	10,000.00	0.00	0.00	
2210706 Book Allowance	0.00	0.00	0.00	
2210708 Trainer Allowance	2,591,300.00	0.00	200,000.00	
2210709 Research Allowance	3,422,084.00	0.00	300,000.00	
2210710 Accommodation Allowance	58,218,573.00	0.00	15,247,876.75	
2210711 Tuition Fees Allowance	51,536,343.70	0.00	598,329.00	
2210712 Trainee Allowance	5,014,256.00	0.00	1,533,900.00	
2210714 Gender Mainstreaming	25,000.00	0.00	0.00	
2210700 Training Expenses	1,270,497,867.40	0.00	182,981,035.70	
2210801 Catering Services (receptions), Accommodation, Gifts, Food and Drinks	3,664,981.00	0.00	10,569,537.50	
2210802 Boards, Committees, Conferences and Seminars	95,616,119.50	0.00	75,564,836.75	
2210803 State Hospitality Costs	0.00	0.00	200,000.00	
2210805 National Celebrations	0.00	0.00	3,000.00	
2210808 Purchase of Coffins	90,125.30	0.00	120,000.00	
2210809 Board Allowance	64,946.00	0.00	26,100.00	
2210800 Hospitality Supplies and Servi	99,436,171.80	0.00	86,483,474.25	
2210904 Motor Vehicle Insurance	2,361,576.00	0.00	5,579,247.50	
2210910 Medical Insurance	2,000,000.00	0.00	14,961,641.00	
2210999 Insurance Costs - Other (Budge	264,197,351.00	0.00	289,821,701.75	
2210900 Insurance Costs	268,558,927.00	0.00	310,362,590.25	
2211003 Veterinarian Supplies and Materials	400,000.00	0.00	755,031.00	
2211004 Fungicides, Insecticides and Sprays	1,397,496,758.50	0.00	86,015,919.50	
2211005 Chemicals and Industrial Gases	0.00	0.00	390,034.00	
2211006 Purchase of Workshop Tools, Spares and Small Equipment	12,870,000.00	0.00	1,466,651.00	
2211007 Agricultural Materials, Supplies and Small Equipment	401,620,710.40	0.00	99,198,512.50	
2211008 Laboratory Materials, Supplies and Small Equipment	2,745,000.00	0.00	0.00	

Account No and Description	Current Period		Previous pe
	Debit Balance	Credit Balance	Debit Balance
2211103 Sanitary and Cleaning Materials, Supplies and Services	589,418.00	0.00	1,395,222.00
2211100 Office and General Supplies and Services	89,688,865.40	0.00	63,370,255.90
2211201 Refined Fuels and Lubricants for Transport	140,938,370.00	0.00	58,069,285.50
2211202 Refined Fuels and Lubricants for Production	175,000.00	0.00	343,495.00
2211203 Refined Fuels and Lubricants -- Other	35,000.00	0.00	93,786.00
2211204 Other Fuels (wood, charcoal, cooking gas etc?)	125,000.00	0.00	283,303.50
2211200 Fuel Oil and Lubricants	141,273,370.00	0.00	58,789,870.00
2211301 Bank Service Commission and Charges	230,465.00	0.00	126,902.50
2211305 Contracted Guards and Cleaning Services	5,791,560.25	0.00	24,073,056.90
2211306 Membership Fees, Dues and Subscriptions to Professional and Trade Bodies	159,137.00	0.00	172,256.75
2211307 Transport Costs and Charges (freight, loading/unloading, clearing and shipping charges)	266,944,047.00	0.00	347,635,396.50
2211308 Legal Dues/fees, Arbitration and Compensation Payments	19,792,715.00	0.00	2,909,414.00
2211310 Contracted Professional Services	197,625,001.20	0.00	62,467,636.00
2211311 Contracted Technical Services	485,795,345.00	0.00	270,547,942.50
2211319 Fertilizer Clearance	0.00	0.00	4,896,550,809.65
2211323 Laundry Expenses	107,500.00	0.00	215,220.00
2211300 Other Operating Expenses	976,445,770.45	0.00	5,604,698,634.80
2210000 Goods and Services	5,724,471,393.85	0.00	7,379,170,262.80
2220101 Maintenance Expenses - Motor Vehicles	33,209,105.00	0.00	13,683,487.65
2220100 Routine Maintenance - Vehicles	33,209,105.00	0.00	13,683,487.65
2220201 Maintenance of Plant, Machinery and Equipment (including lifts)	678,134.00	0.00	293,914.25
2220202 Maintenance of Office Furniture and Equipment	1,589,351.25	0.00	1,848,847.25
2220204 Maintenance of Buildings -- Residential	0.00	0.00	20,768.75
2220205 Maintenance of Buildings and Stations -- Non-Residential	292,576.75	0.00	614,556.50
2220209 Minor Alterations to Buildings and Civil Works	15,010,119.00	0.00	7,583,356.50
2220210 Maintenance of Computers, Software, and Networks	2,101,334.00	0.00	922,946.50
2220200 Routine Maintenance - Other Assets	19,671,515.00	0.00	11,284,389.75
2220000 Routine Maintenance	52,880,620.00	0.00	24,967,877.40
2520201 Subsidies to Financial Private Enterprises	1,393,627,263.00	0.00	290,000,000.00
2520200 Subsidies to Financial Private Enterprises	1,393,627,263.00	0.00	290,000,000.00
2520000 Subsidies to Private Enterprises	1,393,627,263.00	0.00	290,000,000.00
2630101 Current Grants to Semi-Autonomous Government Agencies	2,838,999,998.00	0.00	4,354,756,671.35
2630144 Pesticide Control Products Board	89,550,002.00	0.00	88,200,000.00
2630152 Bukura Agricultural College	164,000,000.00	0.00	154,990,876.10
2630100 Current Grants to Government Agencies and other Levels of Government	3,092,550,000.00	0.00	4,597,947,547.45
2630201 Capital Grants to Semi-Autonomous Government Agencies	794,999,998.05	0.00	554,832,258.00
2630203 Capital Grants to Other levels of government	8,610,101,917.30	0.00	621,371,159.55
2630200 Capital Grants to Government Agencies and other Levels of Government	9,405,101,915.35	0.00	1,176,203,417.55

Account No and Description	Current Period		Previous pe
	Debit Balance	Credit Balance	Debit Balance
2710102 Gratuity - Civil Servants	6,521,859.60	0.00	844,071.30
2710100 Government Pension and Retirement Benefits	6,521,859.60	0.00	844,071.30
2710000 Social Security Benefits	6,521,859.60	0.00	844,071.30
3110202 Non-Residential Buildings (offices, schools, hospitals, etc..)	0.00	0.00	3,460,000.00
3110200 Construction of Building	0.00	0.00	3,460,000.00
3110301 Refurbishment of Residential Buildings	0.00	0.00	24,000,000.00
3110302 Refurbishment of Non-Residential Buildings	34,630,889.00	0.00	8,081,143.60
3110300 Refurbishment of Buildings	34,630,889.00	0.00	32,081,143.60
3110502 Water Supplies and Sewerage	48,000.00	0.00	0.00
3110504 Other Infrastructure and Civil Works	494,131,969.35	0.00	637,970,161.10
3110500 Construction and Civil Works	494,179,969.35	0.00	637,970,161.10
3110701 Purchase of Motor Vehicles	555,097,973.00	0.00	12,785,000.00
3110704 Purchase of Bicycles and Motorcycles	5,000,000.00	0.00	5,392,668.00
3110706 Purchase of Tractors	44,454,300.00	0.00	0.00
3110700 Purchase of Vehicles and Other Transport Equipment	604,552,273.00	0.00	18,177,668.00
3110801 Overhaul of Vehicles	1,682,636.00	0.00	4,655,239.25
3110800 Overhaul of Vehicles and Other Transport Equipment	1,682,636.00	0.00	4,655,239.25
3110902 Purchase of Household and Institutional Appliances	174,000.00	0.00	369,300.00
3110900 Purchase of Household Furniture and Institutional Equipment	174,000.00	0.00	369,300.00
3111001 Purchase of Office Furniture and Fittings	4,162,273.00	0.00	43,199,140.00
3111002 Purchase of Computers, Printers and other IT Equipment	229,249,979.45	0.00	22,046,524.00
3111005 Purchase of Photocopiers	0.00	0.00	22,561,504.55
3111009 Purchase of other Office Equipment	343,500.00	0.00	624,500.00
3111000 Purchase of Office Furniture and General Equipment	233,755,752.45	0.00	88,431,668.55
3111103 Purchase of Agricultural Machinery and Equipment	92,439,850.00	0.00	599,889.50
3111106 Purchase of Fire fighting Vehicles and Equipment	100,000.00	0.00	172,750.00
3111109 Purchase of Educational Aids and Related Equipment	18,474,700.00	0.00	5,673,332.00
3111111 Purchase of ICT Networking and Communication Equipment	4,363,306.00	0.00	386,000.00
3111112 Purchase of Software	125,000.00	0.00	0.00
3111100 Purchase of Specialised Plant, Equipment and Machinery	115,502,856.00	0.00	6,831,971.50
3111201 Overhaul of Plant, Machinery and Equipment	107,306.00	0.00	223,560.50
3111200 Rehabilitation and Renovation of Plant, Machinery and Equipment	107,306.00	0.00	223,560.50
3111301 Purchase of Certified Crop Seed	258,110,293.00	0.00	459,974,021.00
3111300 Purchase of Certified Seeds, Breeding Stock and Live Animals	258,110,293.00	0.00	459,974,021.00
3111401 Pre-feasibility, Feasibility and Appraisal Studies	156,989,270.40	0.00	129,519,979.50
3111499 Research, Feasibility Studies	102,373,445.50	0.00	0.00
3111400 Research, Feasibility Studies, Project Preparation and Design, Project Supervision	259,362,715.90	0.00	129,519,979.50
3111502 Water Supplies and Sewerage	0.00	0.00	37,326,906.60
3111504 Other Infrastructure and Civil Works	209,845,456.65	0.00	298,944,459.15
3111500 Rehabilitation of Civil Works	209,845,456.65	0.00	336,271,365.75
3110000 Acquisition of Fixed Capital Assets	2,211,904,147.35	0.00	1,717,966,078.75
3110101 Maintenance and Repairs	0.00	0.00	6,150,818,866.00

Account No and Description	Current Period		Previous pe
	Debit Balance	Credit Balance	Debit Balance
Organizations			
5120200 Foreign Borrowing-Direct Payments	0.00	1,966,994,305.70	0.00
5120000 Currency and Deposits, Accounts Payable, Clearing Transfers and Other Liabilities	0.00	1,966,994,305.70	0.00
6510166 STRATEGIC GRAIN RESERVE TRUST	1,962,067,593.55	0.00	1,928,976,427.65
6510100 Special Project Bank Accounts	1,962,067,593.55	0.00	1,928,976,427.65
6510279 STRATEGIC GRAIN RESERVE TRUST - BANK	0.00	1,015,278,375.00	0.00
6510200 01-010-E418-UNICEF PROGRAMME-M	0.00	1,015,278,375.00	0.00
6510000 Special Accounts	1,962,067,593.55	1,015,278,375.00	1,928,976,427.65
6530101 Ministry HQ Recurrent Bank A/C	0.00	14,065,891,025.90	0.00
6530100 Recurrent Bank Accounts	0.00	14,065,891,025.90	0.00
6530000 Recurrent Bank Accounts	0.00	14,065,891,025.90	0.00
6540101 Ministry HQ Development Bank A	6,789,641,120.70	0.00	1,531,977,601.05
6540102 DEVELOPMENT DEPARTMENT BANK AC 06-FEB-09	0.00	0.00	0.00
6540112 National Agricultural and Rural Inclusive Growth Project Account	2,714,365.00	0.00	2,714,365.00
6540116 National Agricultural and Rural Inclusive Growth Project Account(SDCD)	15,335,671.00	0.00	12,984,032.00
6540100 Development Bank Accounts	6,807,691,156.70	0.00	1,547,675,998.05
6540000 Development Bank Accounts	6,807,691,156.70	0.00	1,547,675,998.05
6550101 Ministry HQ Deposit Bank A/C	179,952,745.30	0.00	223,413,486.70
6550100 Deposit Bank Accounts	179,952,745.30	0.00	223,413,486.70
6550000 Deposit Bank Account	179,952,745.30	0.00	223,413,486.70
6580101 Cash	2,122,623,290.30	0.00	1,673,086,388.45
6580104 Cash in Transit	26,928,675,711.55	0.00	22,711,661,134.05
6580100 Cash in Hand	29,051,299,001.85	0.00	24,384,747,522.50
6580000 Cash in Hand	29,051,299,001.85	0.00	24,384,747,522.50
6740101 Prepayment	17,198,650.00	0.00	0.00
6740102 R/D Cheques	0.00	93,641,894.00	0.00
6740100 Other Debtors & Pre-payments	17,198,650.00	93,641,894.00	0.00
6740000 Other Debtors & Pre-payments	17,198,650.00	93,641,894.00	0.00
6760101 Standing Imprests	907,835.00	0.00	0.00
6760103 Temporary Imprests	2,592,910.45	0.00	1,731,444.00
6760100 Imprests	3,500,745.45	0.00	1,731,444.00
6760000 Government Imprests	3,500,745.45	0.00	1,731,444.00
6780101 General Suspense A/C	0.00	26,792,334.40	0.00
6780103 District Suspense A/c	0.00	46,598,420.00	0.00
6780100 Suspense & Clearance Account	0.00	73,390,754.40	0.00
6780000 Suspense & Clearance Account	0.00	73,390,754.40	0.00
7310101 General Deposits	0.00	340,859,733.95	0.00
7310100 General Deposits Items	0.00	340,859,733.95	0.00
7310000 Deposits	0.00	340,859,733.95	0.00
7320101 PAYE	0.00	0.00	0.00
7320102 NHIF	0.00	8,620.00	0.00
7320103 House Rent	0.00	0.00	0.00
7320106 NSSF	0.00	0.00	0.00
7320107 Co-operatives	12,206,702.15	0.00	0.00
7320108 Insurances	0.00	91,310.00	0.00
7320109 Hire Purchases	10,391.60	0.00	0.00
7320111 WCPS	0.00	0.00	0.00
7320112 Staff Welfare Associations	190,648.15	0.00	0.00
7320113 HELB Deductions	0.00	0.00	0.00
7320114 Union Dues	0.00	38,225.10	0.00
7320115 Save As You Earn (SAYE)	0.00	0.00	0.00
7320116 Mortgages / Bank Loans	85,706.10	0.00	0.00
7320117 Govt. Liability Attachments	0.00	376,082.00	0.00
7320120 Staff Contribution	0.00	0.00	0.00
7320123 Civil Service Housing Fund	0.00	216,445.00	0.00

Account No and Description	Current Period		Previous period
	Debit Balance	Credit Balance	Debit Balance
7390103 AP Liabilities	0.00	366,485,276.75	0.00
7390100 System Required Liabilities	0.00	366,485,276.75	0.00
7399999 Cash Clearing A/c	0.00	20,483,100,267.60	0.00
7399900	0.00	20,483,100,267.60	0.00
7390000 System Required Liabilities A/cs	0.00	20,849,585,544.35	0.00
9910101 Provision for Encumbrance	0.00	12,368,535.00	0.00
9910100 General Provisions	0.00	12,368,535.00	0.00
9910201 Exchequer Releases/ Provisioning Account	0.00	43,623,871,991.20	0.00
9910200 Exchequer Provisions	0.00	43,623,871,991.20	0.00
9910000 Provisions	0.00	43,636,240,526.20	0.00
9999999 Consolidated Fund	21,176,464,031.50	0.00	0.00
9999900	21,176,464,031.50	0.00	0.00
9990000 Opening Balance Reserves	21,176,464,031.50	0.00	0.00
Total	82,081,772,202.45	82,081,772,202.45	50,496,845,073.00

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



STATEMENT OF CASH FLOW

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

	Note	Current Period	Previous Period
		Kshs	Kshs
Receipts and operating income			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	38,602,367.00	92,497,583.70
Exchequer releases	4	22,275,103,577.20	21,348,768,414.00
Transfers from Other Government Entities	5	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	(112,104.00)	0.00
Payments for Operating Expenses			
Compensation of Employees	12	976,741,354.65	976,682,033.85
Use of goods and Services	13	5,777,352,013.85	7,404,138,140.20
Subsidies	14	1,393,627,263.00	290,000,000.00
Transfers to Other Government Units	15	12,497,651,915.35	5,775,206,465.00
Other Grants and Transfers	16	0.00	94,644,539.00
Social Security Benefits	17	6,521,859.60	844,071.30
Finance Costs, including Loan Interest	19	0.00	0.00
Other payments	21	0.00	0.00
Adjusted for :			
Adjustments during the year		5,022,280,597.00	16,296,058,989.90
Prior year adjustments		0.00	0.00
Net Cash From Operating Activities	A	6,683,980,030.75	23,195,809,738.25
Cash Flow From Investing Activities			
Proceeds from Sales of Assets	8	39,000.00	3,634,883.00
Acquisition of Assets	18	2,211,904,147.35	7,868,784,944.75
Net Cash Flow From Investing Activities	B	(2,211,865,147.35)	(7,865,150,061.75)
Cash Flow From Borrowing Activities			
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	1,966,994,305.70	1,137,703,695.90
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Net Cash Flow From Financing Activities	C	1,966,994,305.70	1,137,703,695.90
NET INCREASE IN CASH AND CASH EQUIVALENT	A+B+C	6,439,109,189.10	16,468,363,372.40
Cash and Cash Equivalent at BEGINNING of The Year		16,468,363,372.40	0.00
Cash and Cash Equivalent at END of The Year	22A+22B	22,919,841,096.50	16,468,363,372.40



Statement of Financial Position

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

	Note	Current Period	Previous Period
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	22A	(6,131,457,905.35)	(7,916,384,150.10)
Cash Balances	22B	29,051,299,001.85	24,384,747,522.50
Total Cash And Cash Equivalents		22,919,841,096.50	16,468,363,372.40
Accounts Receivables - Outstanding Imprest and Clearance Accounts	23	(146,333,252.95)	(37,743,511.00)
TOTAL FINANCIAL ASSETS		22,773,507,843.55	16,430,619,861.40
Financial Liabilities			
Accounts Payables - Deposits	24	21,172,006,333.95	16,258,315,478.90
NET FINANCIAL ASSETS		1,601,501,509.60	172,304,382.50
REPRESENTED BY			
Fund Balance b/fwd	25	172,304,382.50	0.00
Prior Year Adjustment	26	0.00	0.00
Surplus/Deficit for the Year		1,416,828,592.10	172,304,382.50
NET FINANCIAL POSITION		1,589,132,974.60	172,304,382.50

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



SUMMARY STATEMENT OF DEPOSITS

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

Economic Item	6550101 - Ministry HQ Deposit Bank A/C	
	Current Period	Previous Period
Opening Balance	223,413,486.70	0.00
Transfers of retentions during the year	103,797,800.00	258,992,329.20
Payments made out of deposit account during the year	147,258,541.40	35,578,842.50
Closing Balance	179,952,745.30	223,413,486.70

Principal Secretary
Controller

Principal Accounts

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

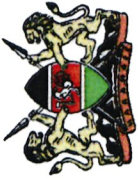
Date: _____



Statement of Budget Execution - Recurrent Expenditure

Entity: 1165-State Department for Crop Development
 Current Period: JUL-19 To JUN-20

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	B
		a	b	c	d=a+b+c	e	
RECEIPTS							
Tax Receipts	1	0.00	0.00	0.00	0.00	0.00	0.00
Social Security Contribution	2	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00	0.00	0.00	0.00	0.00
Exchequer releases	4	0.00	0.00	0.00	0.00	4,526,063,305.05	0.00
Transfers from Other Government Entities	5	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Domestic Borrowings	6	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Foreign Borrowings	7	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Sales of Assets	8	2,000,000.00	0.00	10,045,549,374.00	10,047,549,374.00	39,000.00	0.00
Reimbursements and Refunds	9	0.00	0.00	0.00	0.00	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00	0.00	0.00	0.00	0.00
Other Receipts	11	0.00	0.00	0.00	0.00	0.00	0.00
Total		2,000,000.00	0.00	10,045,549,374.00	10,047,549,374.00	4,526,102,305.05	
PAYMENTS							
Compensation of Employees	12	500,550,000.00	0.00	352,636,754.00	853,186,754.00	824,008,597.65	
Use of goods and Services	13	79,185,171.50	0.00	2,750,972,596.50	2,830,157,768.00	597,395,792.80	
Subsidies	14	0.00	0.00	0.00	0.00	0.00	
Transfers to Other Government Units	15	1,507,100,000.00	0.00	1,585,900,000.00	3,093,000,000.00	3,092,550,000.00	
Other Grants and Transfers	16	0.00	0.00	0.00	0.00	0.00	
Social Security Benefits	17	0.00	0.00	10,354,842.00	10,354,842.00	6,521,859.60	
Acquisition of Assets	18	4,764,828.50	0.00	7,851,977,373.50	7,856,742,202.00	5,157,529.00	
Finance Costs, including Loan Interest	19	0.00	0.00	0.00	0.00	0.00	
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00	0.00	0.00	0.00	
Other payments	21	0.00	0.00	0.00	0.00	0.00	
Total		2,091,600,000.00	0.00	12,551,841,566.00	14,643,441,566.00	4,525,633,779.05	



Statement of Budget Execution - Recurrent Expenditure

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

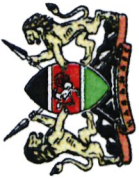
Date: _____



Statement of Budget Expenditures on Development Expenditure

Entity: 1165-State Department for Crop Development
 Current Period: JUL-19 To JUN-20

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	B
		a	b	c	d=a+b+c	e	
RECEIPTS							
Tax Receipts	1	0.00	0.00	0.00	0.00	0.00	0.00
Social Security Contribution	2	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	730,933,891.00	0.00	(682,962,229.00)	47,971,662.00	38,602,367.00	
Exchequer releases	4	0.00	0.00	0.00	0.00	17,749,040,272.15	(1
Transfers from Other Government Entities	5	0.00	0.00	0.00	0.00	0.00	
Proceeds from Domestic Borrowings	6	0.00	0.00	0.00	0.00	0.00	
Proceeds from Foreign Borrowings	7	2,367,980,470.00	0.00	121,591,790.00	2,489,572,260.00	1,966,994,305.70	
Proceeds from Sales of Assets	8	0.00	0.00	0.00	0.00	0.00	
Reimbursements and Refunds	9	0.00	0.00	0.00	0.00	0.00	
Returns of Equity Holdings	10	0.00	0.00	0.00	0.00	0.00	
Other Receipts	11	0.00	0.00	0.00	0.00	0.00	
Total		3,098,914,361.00	0.00	(561,370,439.00)	2,537,543,922.00	19,754,636,944.85	(1
PAYMENTS							
Compensation of Employees	12	196,012,800.00	0.00	(29,587,000.00)	166,425,800.00	152,732,757.00	
Use of goods and Services	13	8,152,428,346.00	0.00	(338,333,970.00)	7,814,094,376.00	5,179,956,221.05	
Subsidies	14	753,426,117.00	0.00	830,382,360.00	1,583,808,477.00	1,393,627,263.00	
Transfers to Other Government Units	15	5,947,038,820.00	0.00	3,922,087,417.00	9,869,126,237.00	9,405,101,915.35	
Other Grants and Transfers	16	0.00	0.00	0.00	0.00	0.00	
Social Security Benefits	17	0.00	0.00	0.00	0.00	0.00	
Acquisition of Assets	18	2,997,893,917.00	0.00	80,580,501.00	3,078,474,418.00	2,206,746,618.35	
Finance Costs, including Loan Interest	19	0.00	0.00	0.00	0.00	0.00	
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00	0.00	0.00	0.00	
Other payments	21	0.00	0.00	0.00	0.00	0.00	
Total		18,046,800,000.00	0.00	4,465,129,308.00	22,511,929,308.00	18,338,164,774.75	



Statement of Budget Execution - Development Expenditure

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



Statement of Budget Execution

Entity: 1165-State Department for Crop Development
 Current Period: JUL-19 To JUN-20

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Bt
		a	b	c	d=a+b+c	e	
RECEIPTS							
Tax Receipts	1	0.00	0.00	0.00	0.00	0.00	0.00
Social Security Contribution	2	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	730,933,891.00	0.00	(682,962,229.00)	47,971,662.00	38,602,367.00	
Exchequer releases	4	0.00	0.00	0.00	0.00	22,275,103,577.20	(2
Transfers from Other Government Entities	5	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Domestic Borrowings	6	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Foreign Borrowings	7	2,367,980,470.00	0.00	121,591,790.00	2,489,572,260.00	1,966,994,305.70	
Proceeds from Sales of Assets	8	2,000,000.00	0.00	10,045,549,374.00	10,047,549,374.00	39,000.00	
Reimbursements and Refunds	9	0.00	0.00	0.00	0.00	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00	0.00	0.00	0.00	0.00
Other Receipts	11	0.00	0.00	0.00	0.00	(112,104.00)	(1
Total		3,100,914,361.00	0.00	9,484,178,935.00	12,585,093,296.00	24,280,627,145.90	
PAYMENTS							
Compensation of Employees	12	696,562,800.00	0.00	323,049,754.00	1,019,612,554.00	976,741,354.65	
Use of goods and Services	13	8,231,613,517.50	0.00	2,412,638,626.50	10,644,252,144.00	5,777,352,013.85	
Subsidies	14	753,426,117.00	0.00	830,382,360.00	1,583,808,477.00	1,393,627,263.00	
Transfers to Other Government Units	15	7,454,138,820.00	0.00	5,507,987,417.00	12,962,126,237.00	12,497,651,915.35	
Other Grants and Transfers	16	0.00	0.00	0.00	0.00	0.00	0.00
Social Security Benefits	17	0.00	0.00	10,354,842.00	10,354,842.00	6,521,859.60	
Acquisition of Assets	18	3,002,658,745.50	0.00	7,932,557,874.50	10,935,216,620.00	2,211,904,147.35	
Finance Costs, including Loan Interest	19	0.00	0.00	0.00	0.00	0.00	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00	0.00	0.00	0.00	0.00
Other payments	21	0.00	0.00	0.00	0.00	0.00	0.00
Total		20,138,400,000.00	0.00	17,016,970,874.00	37,155,370,874.00	22,863,798,553.80	



Statement of Budget Execution

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



STATEMENT OF RECEIPTS AND PAYMENTS

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

	Note	Current Period	Previous Period
RECEIPTS			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	38,602,367.00	92,497,583.70
Exchequer releases	4	22,275,103,577.20	21,348,768,414.00
Transfers from Other Government Entities	5	0.00	0.00
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	1,966,994,305.70	1,137,703,695.90
Proceeds from Sales of Assets	8	39,000.00	3,634,883.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	(112,104.00)	0.00
TOTAL RECEIPTS		24,280,627,145.90	22,582,604,576.60
PAYMENTS			
Compensation of Employees	12	976,741,354.65	976,682,033.85
Use of goods and Services	13	5,777,352,013.85	7,404,138,140.20
Subsidies	14	1,393,627,263.00	290,000,000.00
Transfers to Other Government Units	15	12,497,651,915.35	5,775,206,465.00
Other Grants and Transfers	16	0.00	94,644,539.00
Social Security Benefits	17	6,521,859.60	844,071.30
Acquisition of Assets	18	2,211,904,147.35	7,868,784,944.75
Finance Costs, including Loan Interest	19	0.00	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Other payments	21	0.00	0.00
TOTAL PAYMENTS		22,863,798,553.80	22,410,300,194.10
SURPLUS/DEFICIT		1,416,828,592.10	172,304,382.50

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



NOTES TO THE FINANCIAL STATEMENTS

Entity: 1165-State Department for Crop Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

1 Tax Receipts

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Taxes on Income, Profits and Capital Gains	1110000	0.00	0.00
Taxes on Payroll and Workforce	1120000	0.00	0.00
Taxes on Property	1130000	0.00	0.00
Taxes on Goods and Services	1140000	0.00	0.00
Taxes on International Trade and Transactions	1150000	0.00	0.00
Other Taxes (not elsewhere classified)	1160000	0.00	0.00
TOTAL		0.00	0.00

2 Social Security Contribution

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Health Insurance Contribution	1210100	0.00	0.00
NHIF Health Insurance Contributions	1210200	0.00	0.00
Contributions from Govt. Employees for Social & Welfare Schemes	1210300	0.00	0.00
TOTAL		0.00	0.00

3 Proceeds from Domestic and Foreign Grants

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Grants from Foreign Governments	1310000	0.00	30,000,000.00
Grants from International Organisations	1320000	38,602,367.00	62,497,583.70
TOTAL		38,602,367.00	92,497,583.70

4 Exchequer releases

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Exchequer Releases/ Provisioning Account	9910201	22,275,103,577.20	21,348,768,414.00
TOTAL		22,275,103,577.20	21,348,768,414.00

5 Transfers from Other Government Entities

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Grants received by Central Govt from General Govt units	1330100	0.00	0.00
Grants Received from General Govt units by Local Authorities	1330200	0.00	0.00
Grants to Fund Accounts from Central Govt Budget	1330300	0.00	0.00
Grants to other General Govt units from General Govt units	1330400	0.00	0.00
TOTAL		0.00	0.00

6 Proceeds from Domestic Borrowings

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Foreign Borrowings - Drawdowns through Exchequer	5120100	0.00	0.00
Foreign Borrowing-Direct Payments	5120200	1,966,994,305.70	1,137,703,695.90
Foreign Currency and Foreign Deposits	5120300	0.00	0.00
Other Foreign Accounts Payable	5120400	0.00	0.00
TOTAL		1,966,994,305.70	1,137,703,695.90

8 Proceeds from Sales of Assets

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Receipts from the Sale of Buildings - Paid to Exchequer	3510100	0.00	0.00
Receipts from the Sale of Buildings	3510200	0.00	0.00
Receipts from sale of other st	3510300	0.00	0.00
Receipts from sale of other st	3510400	0.00	0.00
Receipts from the Sale of Vehicles and Transport Equipment - Paid to Exchequer	3510500	0.00	0.00
Receipts from the Sale of Vehicles and Transport Equipment	3510600	0.00	0.00
Receipts from the Sale of Plant Machinery and Equipment - Paid to Exchequer	3510700	0.00	0.00
Receipts from the Sale Plant Machinery and Equipment	3510800	12,000.00	22,000.00
Receipts from Sale of Certified Seeds and Breeding Stock - Paid to Exchequer	3510900	0.00	0.00
Receipts from Sale of Certified Seeds and Breeding Stock	3511000	0.00	0.00
Receipts from the Sale of Strategic Reserves Stocks	3520100	0.00	0.00
Receipts from the Sale of Other Inventories, Stocks, and Commodities	3520200	0.00	0.00
Receipts from the Sale of Inventories, Stocks and Commodities	3520300	27,000.00	3,612,883.00
Receipts from the Sale of Land	3540100	0.00	0.00
Receipts from the Sale of Other Naturally Occurring Non-Produced Assets	3540200	0.00	0.00
Receipts from the Sale of Intangible Non-Produced Assets	3540300	0.00	0.00
Receipts from the Sale of Non-Produced Assets Collected as AIA	3540400	0.00	0.00
Repayments from Loans to Government Agencies and Other Levels of Government	4510100	0.00	0.00
Loans to Non-Financial Public Enterprises	4510200	0.00	0.00
Loans to Financial Institutions	4510300	0.00	0.00
Repayments from Domestic Loans to Individuals and Households	4510400	0.00	0.00
Repayments from lending to Foreign Govts.	4520100	0.00	0.00
Repayments from lending to International Orgns.	4520200	0.00	0.00
Repayments from lending to Foreign Non - Financial Enterps. & Financial Instns.	4520300	0.00	0.00
Repayments from Other Foreign Lending	4520400	0.00	0.00
Sales and Disposals of Equity Holdings in Domestic Public Non - Financial Enterprises	4530100	0.00	0.00
Sales and Disposals of Equity Holdings in Domestic Public Financial Institutions	4530200	0.00	0.00
Sales and Disposals of Other Equity Holdings	4530300	0.00	0.00
Sales and Disposals of Equity Holdings in Foreign Financial Instns. and Domestic Financial Instns. operating abroad	4530400	0.00	0.00
Sales and Disposals of Equity Holdings in Foreign Enterps. Financial Instns. and Domestic Financial Instns. operating abroad	4530500	0.00	0.00
Redemption/ Disposal of Other Financial Assets	4530600	0.00	0.00

Item Description	Item Code	Current Period	Previous Period
Reimbursement from Local Government Authorities	4540106	0.00	0.00
Reimbursement from Statutory Organizations	4540107	0.00	0.00
Reimbursement within Central Government	4540108	0.00	0.00
Reimbursement Using Bonds	4540109	0.00	0.00
Reimbursements and Refunds - Other (Budget)	4540199	0.00	0.00
TOTAL		0.00	0.00

10 Returns of Equity Holdings

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Returns of Equity Holdings	4550000	0.00	0.00
Returns of Equity Holdings	4610000	0.00	0.00
TOTAL		0.00	0.00

11 Other Receipts

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Interest Received	1410100	0.00	0.00
Profits and Dividends	1410200	0.00	0.00
Withdrawals from Income of Quasi-corporations	1410300	0.00	0.00
Rents on land, houses and buildings	1410400	0.00	0.00
Other Property Income collected as AIA	1410500	0.00	0.00
	1415000	0.00	0.00
Sales of Market Establishment	1420100	0.00	0.00
Administrative Fees and Charges	1420200	0.00	0.00
Administrative Fees and Charges collected as AIA	1420300	0.00	0.00
Incidental Sales by Non-Market Establishments	1420400	0.00	0.00
Incidental Sales by Non-Market Establishments Collected as AIA	1420500	0.00	0.00
Receipts from Sale of Incidental Goods	1420600	0.00	0.00
Fines, Penalties, Forfeitures and other Charges	1430100	0.00	0.00
Current Grants from International NGOs paid through Exchequer	1440100	0.00	0.00
Capital Grants from International NGOs paid through Exchequer	1440200	0.00	0.00
Current Grants from International NGOs collected as AIA	1440300	0.00	0.00
Capital Grants from International NGOs collected as AIA	1440400	0.00	0.00
Other Voluntary Transfers for Current purposes	1440500	0.00	0.00
Other Voluntary Transfers for Capital purposes	1440600	0.00	0.00
Paid to Exchequer	1450100	0.00	0.00
Receipts Not Classified Elsewhere	1450200	0.00	0.00
	1510200	0.00	0.00
	1510300	0.00	0.00
	1520100	0.00	0.00
Business Permits	1520200	0.00	0.00
Cesses	1520300	0.00	0.00
Poll Rates	1520400	0.00	0.00
Plot Rents	1520500	0.00	0.00
Other Local Levies	1520600	0.00	0.00
Administrative Services Fees	1530100	0.00	0.00
Various Fees	1530200	0.00	0.00
Council'S Natural Resources Exploitation	1530300	0.00	0.00
Sales Of Council Assets	1530400	0.00	0.00
Lease / Rental Of Council'S Infrastructure Assets	1530500	0.00	0.00
Other Miscellaneous Revenues	1530600	0.00	0.00
Other Miscellaneous Revenues	1540100	0.00	0.00
Insurance Claims Recovery	1540200	0.00	0.00
Medium Term Loans (1-3 Yr Repayment)	1540300	0.00	0.00

Item Description	Item Code	Current Period	Previous Period
Public Health Facilities Operations	1580200	0.00	0.00
Environment & Conservancy Administration	1580300	0.00	0.00
Slaughter Houses Administration	1580400	0.00	0.00
Water Supply Administration	1580500	0.00	0.00
Sewerage Administration	1580600	0.00	0.00
Other Health & Sanitation Revenues	1580700	0.00	0.00
Technical Services Fees	1590100	0.00	0.00
External Services Fees	1590200	0.00	0.00
	1930100	0.00	0.00
System Required Revenue A/cs	1990100	112,104.00	0.00
TOTAL		112,104.00	0.00

12 Compensation of Employees

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Basic Salaries - Permanent Employees	2110100	507,337,359.35	501,805,152.40
Basic Wages - Temporary Employees	2110200	155,657,315.40	130,909,723.50
Personal Allowances paid as part of Salary	2110300	309,946,180.90	340,598,658.95
Personal Allowances paid as Reimbursements	2110400	2,374,499.00	1,942,499.00
Personal Allowances provided in Kind	2110500	0.00	0.00
Employer Contributions to Compulsory National Social Security Schemes	2120100	0.00	0.00
Employer Contributions to Compulsory Health Insurance Schemes	2120200	1,426,000.00	1,426,000.00
Social Benefit Schemes Outside Government	2120300	0.00	0.00
TOTAL		976,741,354.65	976,682,033.85

13 Use of goods and Services

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Utilities, Supplies and Services	2210100	25,407,312.05	34,671,577.30
Communication, Supplies and Services	2210200	177,051,269.75	23,015,865.00
Domestic Travel and Subsistence, and Other Transportation Costs	2210300	390,156,902.00	645,287,793.30
Foreign Travel and Subsistence, and other transportation costs	2210400	14,467,736.00	56,263,338.45
Printing , Advertising and Information Supplies and Services	2210500	63,341,697.45	37,233,657.75
Rentals of Produced Assets	2210600	370,217,813.65	69,651,679.60
Training Expenses	2210700	1,270,497,867.40	182,981,035.70
Hospitality Supplies and Servi	2210800	99,436,171.80	86,483,474.25
Insurance Costs	2210900	268,558,927.00	310,362,590.25
Specialised Materials and Supp	2211000	1,837,927,690.90	206,360,490.50
Office and General Supplies and Services	2211100	89,688,865.40	63,370,255.90
Fuel Oil and Lubricants	2211200	141,273,370.00	58,789,870.00
Other Operating Expenses	2211300	976,445,770.45	5,604,698,634.80
Routine Maintenance - Vehicles	2220100	33,209,105.00	13,683,487.65
Routine Maintenance - Other Assets	2220200	19,671,515.00	11,284,389.75
Exchange Rate Losses	2230100	0.00	0.00
TOTAL		5,777,352,013.85	7,404,138,140.20

14 Subsidies

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Subsidies to Public Corporations	2510000	0.00	0.00
Subsidies to Private Enterprises	2520000	1,393,627,263.00	290,000,000.00
TOTAL		1,393,627,263.00	290,000,000.00

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Grants and Transfers to Foreign Governments	2610100	0.00	0.00
Membership Fees and Dues and Subscriptions to International Organizations	2620100	0.00	0.00
Membership Fees and Dues and Subscriptions to International Organizations (Continued)	2620200	0.00	0.00
Scholarships and other Educational Benefits	2640100	0.00	4,847,616.00
Emergency Relief and Refugee Assistance	2640200	0.00	0.00
Grants to Small Businesses, Cooperatives, and Self Employed	2640300	0.00	89,796,923.00
	2649900	0.00	0.00
TOTAL		0.00	94,644,539.00

17 Social Security Benefits

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Government Pension and Retirement Benefits	2710100	6,521,859.60	844,071.30
Social Security Benefits	2710200	0.00	0.00
Employer Social Benefits	2710300	0.00	0.00
Refund of Pension to UK Government	2720100	0.00	0.00
Refund of Contributions to WCPS and other Ex-Gratia	2720200	0.00	0.00
TOTAL		6,521,859.60	844,071.30

18 Acquisition of Assets

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Purchase of Buildings	3110100	0.00	0.00
Construction of Building	3110200	0.00	3,460,000.00
Refurbishment of Buildings	3110300	34,630,889.00	32,081,143.60
Construction of Roads	3110400	0.00	0.00
Construction and Civil Works	3110500	494,179,969.35	637,970,161.10
Overhaul and Refurbishment of Construction and Civil Works	3110600	0.00	0.00
Purchase of Vehicles and Other Transport Equipment	3110700	604,552,273.00	18,177,668.00
Overhaul of Vehicles and Other Transport Equipment	3110800	1,682,636.00	4,655,239.25
Purchase of Household Furniture and Institutional Equipment	3110900	174,000.00	369,300.00
Purchase of Office Furniture and General Equipment	3111000	233,755,752.45	88,431,668.55
Purchase of Specialised Plant, Equipment and Machinery	3111100	115,502,856.00	6,831,971.50
Rehabilitation and Renovation of Plant, Machinery and Equipment	3111200	107,306.00	223,560.50
Purchase of Certified Seeds, Breeding Stock and Live Animals	3111300	258,110,293.00	459,974,021.00
Research, Feasibility Studies, Project Preparation and Design, Project Supervision	3111400	259,362,715.90	129,519,979.50
Rehabilitation of Civil Works	3111500	209,845,456.65	336,271,365.75
Purchase of Specialised Plant	3112200	0.00	0.00
Acquisition of Strategic Stocks	3120100	0.00	6,150,818,866.00
Acquisition of Other Inventori	3120200	0.00	0.00
Acquisition of Land	3130100	0.00	0.00
Acquisition of Other Intangible Assets	3130200	0.00	0.00
Domestic Lending and On-lending	4110000	0.00	0.00
Domestic Equity Participation	4120000	0.00	0.00
Other Domestic Accounts Receivable	4130000	0.00	0.00
Foreign Lending and On- Lending	4140000	0.00	0.00
Foreign Equity Participation	4150000	0.00	0.00
Other Foreign Accounts Receivable	4160000	0.00	0.00
TOTAL		2,211,904,147.35	7,868,784,944.75

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Repayments on Borrowings from General Government	5510100	0.00	0.00
Repayments on Borrowings from Monetary Authorities (Central Bank)	5510200	0.00	0.00
Repayments on Borrowings from Other Domestic Depository Corporations (Commercial Banks)	5510300	0.00	0.00
Repayments on Borrowings from Other Domestic Financial Institutions	5510400	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors	5510500	0.00	0.00
Principal Repayments on Foreign Borrowing	5510600	0.00	0.00
Principal Repayments on Guaranteed Debt Taken over by Government	5520000	0.00	0.00
Principal Repayments on Guaranteed Domestic Debt Taken over by Government	5520100	0.00	0.00
Principal Repayments on Guaranteed Foreign Debt Taken over by Government	5520200	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors	5610000	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors - Private Enterprises	5610500	0.00	0.00
	5620000	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors - Public Enterprises	5620100	0.00	0.00
TOTAL		0.00	0.00

21 Other payments

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Budget Reserves	2810100	0.00	0.00
Civil Contingency Reserves	2810200	0.00	0.00
Capital Transfer to Non Financial Public Enterprises	2820100	0.00	0.00
Capital Transfer to Public Financial Institutions and Enterprises	2820200	0.00	0.00
Capital Transfer to Private Non-Financial Enterprises	2820300	0.00	0.00
System Required Expenses	2990100	0.00	0.00
	2999900	0.00	0.00
TOTAL		0.00	0.00

22A Bank Balances

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Special Accounts	6510000	946,789,218.55	0.35
Treasury Bank Accounts (Exchequer and CRF Accounts)	6520000	0.00	0.00
Recurrent Bank Accounts	6530000	14,065,891,025.90	9,687,473,634.50
Development Bank Accounts	6540000	6,807,691,156.70	1,547,675,998.05
Deposit Bank Account	6550000	179,952,745.30	223,413,486.70
Project Specific Bank Accounts	6570000	0.00	0.00
Foreign Currency and Foreign D	6590101	0.00	0.00
TOTAL		22,000,324,146.45	11,458,563,119.60

22B Cash Balances

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Cash in Hand	6580000	29,051,299,001.85	24,384,747,522.50
Foreign Currency and Foreign D	6590201	0.00	0.00
TOTAL		29,051,299,001.85	24,384,747,522.50

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
TOTAL		153,334,743.85	41,206,399.00

24. ACCOUNTS PAYABLE

Item Description	Item code	Current Period	Previous Period
		Kshs	Kshs
Other General Liabilities	7330000	0.00	0.00
Other Liabilities	7320000	(14,566,382.20)	0.00
Deposits	7310000	340,859,733.95	133,572,498.85
Withholding Taxes	7380000	(3,872,562.15)	0.00
System Required Liabilities A/cs	7390000	20,849,585,544.35	16,124,742,980.05
TOTAL		21,172,006,333.95	16,258,315,478.90

25. FUND BALANCES BROUGHT FORWARD

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Opening Balance Bank	22A	(7,916,384,150.10)	0.00
Opening Balance Cash	22B	24,384,747,522.50	0.00
Opening Balance Receivables - Imprest and Clearance Accounts	23	(37,743,511.00)	0.00
Opening Balance - Deposits	24	(16,258,315,478.90)	0.00
TOTAL		172,304,382.50	0.00

26. PRIOR YEAR ADJUSTMENTS

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
County Transfers	9910300	0.00	0.00
Exchequer Provisions	9910200	0.00	0.00
TOTAL		0.00	0.00



Budget Execution By Programmes and Sub-Programmes

Entity: 1165-State Department for Crop Development

Period: JUL-19 To JUN-20

Program	Sub Program	Description	Approved Budget	Actual Payments	Variance
0107000000		General Administration Planning and Support Services	4,024,078,864.00	3,756,739,413.35	267,339,450
	0107010000	Agricultural Policy, Legal and Regulatory Frameworks	3,975,478,329.00	3,717,337,441.35	258,140,887
	0107020000	Agricultural Planning and Financial Management	48,600,535.00	39,401,972.00	9,198,563
0108000000		Crop Development and Management	32,495,878,737.00	18,544,994,115.80	13,950,884,621
	0108010000	Land and Crops Development	14,732,603,594.00	11,584,225,647.05	3,148,377,946
	0108020000	Food Security Initiatives	15,741,865,542.00	5,134,600,163.55	10,607,265,378
	0108030000	Quality Assurance and Monitoring of Outreach Services	2,021,409,601.00	1,826,168,305.20	195,241,295
0109000000		Agribusiness and Information Management	635,413,273.00	562,065,024.65	73,348,248
	0109010000	Agribusiness and Market Development	598,584,779.00	531,016,022.40	67,568,756
	0109020000	Agricultural Information Management	36,828,494.00	31,049,002.25	5,779,491
		Grand Total	37,155,370,874.00	22,863,798,553.80	14,291,572,320

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



Budget Execution by Heads and Programmes

Entity: 1165-State Department for Crop Development

Period: JUL-19 To JUN-20

Head	Program	Description	Approved Budget	Actual Payments	Variance
1165000100			279,618,342.00	256,526,171.45	23,092,170.55
	0107000000	General Administration Planning and Support Services	279,618,342.00	256,526,171.45	23,092,170.55
1165000200			58,314,995.00	56,176,071.90	2,138,923.10
	0109000000	Agribusiness and Information Management	58,314,995.00	56,176,071.90	2,138,923.10
	0107000000	General Administration Planning and Support Services	0.00	0.00	
1165000300			6,799,778.00	7,327,079.90	(527,301.90)
	0107000000	General Administration Planning and Support Services	6,799,778.00	7,327,079.90	(527,301.90)
1165000500			28,662,950.00	30,586,842.10	(1,923,892.10)
	0107000000	General Administration Planning and Support Services	28,662,950.00	30,586,842.10	(1,923,892.10)
1165000600			40,993,657.00	35,241,025.70	5,752,631.30
	0107000000	General Administration Planning and Support Services	40,993,657.00	35,241,025.70	5,752,631.30
1165000700			90,000,000.00	89,550,002.00	449,998.00
	0107000000	General Administration Planning and Support Services	90,000,000.00	89,550,002.00	449,998.00
1165000900			190,000,000.00	189,999,998.00	2,002.00
	0107000000	General Administration Planning and Support Services	190,000,000.00	189,999,998.00	2,002.00
1165001000			667,429,957.00	686,644,516.00	(19,214,559.00)
	0107000000	General Administration Planning and Support Services	1,924,079.00	1,195,084.00	728,995.00
	0108000000	Crop Development and Management	665,505,878.00	685,449,432.00	(19,943,554.00)
1165001300			56,308,667.00	35,928,068.00	20,380,599.00
	0109000000	Agribusiness and Information Management	0.00	0.00	
	0108000000	Crop Development and Management	56,308,667.00	35,928,068.00	20,380,599.00
1165001400			10,942,471.00	6,808,759.00	4,133,712.00
	0107000000	General Administration Planning and Support Services	10,942,471.00	6,808,759.00	4,133,712.00
	0109000000	Agribusiness and Information Management	0.00	0.00	
1165001500			6,005,020.00	5,839,785.00	165,235.00
	0108000000	Crop Development and Management	6,005,020.00	5,839,785.00	165,235.00
1165001600			42,051,921.00	45,278,753.80	(3,226,832.80)
	0107000000	General Administration Planning and Support Services	0.00	0.00	
	0108000000	Crop Development and Management	42,051,921.00	45,278,753.80	(3,226,832.80)
1165002100			25,305,745.00	19,566,238.40	5,739,506.60
	0109000000	Agribusiness and Information Management	25,305,745.00	19,566,238.40	5,739,506.60
1165002200			36,828,494.00	31,049,002.25	5,779,491.75
	0109000000	Agribusiness and Information Management	36,828,494.00	31,049,002.25	5,779,491.75
	0107000000	General Administration Planning and Support Services	0.00	0.00	
1165002300			50,390,245.00	49,298,027.70	1,092,217.30

1165003600			0.00	0.00	
	0108000000	Crop Development and Management	0.00	0.00	
1165003700			11,137,807.00	1,488,050.00	9,649,757.00
	0107000000	General Administration Planning and Support Services	11,137,807.00	1,488,050.00	9,649,757.00
1165003800			132,000,000.00	132,000,000.00	
	0107000000	General Administration Planning and Support Services	132,000,000.00	132,000,000.00	
1165003900			7,999,780.00	275,975.00	7,723,805.00
	0107000000	General Administration Planning and Support Services	7,999,780.00	275,975.00	7,723,805.00
1165100600		Support To Improvement Of Added Value To Coffee	38,000,000.00	0.00	38,000,000.00
	0108000000	Crop Development and Management	38,000,000.00	0.00	38,000,000.00
1165102100		Sugar Reforms Support Project	0.00	0.00	
	0107000000	General Administration Planning and Support Services	0.00	0.00	
1165102400		Drought Resilience and Sustainable Livelihood Programme in Horn of Africa	1,081,080,916.00	1,014,529,139.90	66,551,776.10
	0108000000	Crop Development and Management	1,081,080,916.00	1,014,529,139.90	66,551,776.10
1165102900		Kenya Cereal Enhancement Programme (KCEP)	1,207,040,117.00	848,361,292.50	358,678,824.50
	0108000000	Crop Development and Management	1,207,040,117.00	848,361,292.50	358,678,824.50
1165103100			347,107,285.00	345,958,898.00	1,148,387.00
	0108000000	Crop Development and Management	347,107,285.00	345,958,898.00	1,148,387.00
1165103200			100,000,000.00	100,000,000.00	
	0108000000	Crop Development and Management	100,000,000.00	100,000,000.00	
1165103300			0.00	0.00	
	0108000000	Crop Development and Management	0.00	0.00	
1165103400			43,750,000.00	37,715,090.50	6,034,909.50
	0108000000	Crop Development and Management	43,750,000.00	37,715,090.50	6,034,909.50
1165103500			30,000,000.00	30,000,000.00	0.00
	0107000000	General Administration Planning and Support Services	30,000,000.00	30,000,000.00	0.00
1165103600			100,000,000.00	99,730,000.00	270,000.00
	0108000000	Crop Development and Management	100,000,000.00	99,730,000.00	270,000.00
1165103700			123,792,715.00	116,355,352.00	7,437,363.00
	0107000000	General Administration Planning and Support Services	0.00	0.00	0.00
	0108000000	Crop Development and Management	123,792,715.00	116,355,352.00	7,437,363.00
1165103800			100,000,000.00	87,067,869.00	12,932,131.00
	0107000000	General Administration Planning and Support Services	100,000,000.00	87,067,869.00	12,932,131.00
1165103900		Food Security and Crop Diversification Project	782,400,000.00	705,479,510.15	76,920,489.85
	0108000000	Crop Development and Management	782,400,000.00	705,479,510.15	76,920,489.85
1165104000			100,000,000.00	99,999,998.05	1,000,001.95
	0108000000	Crop Development and Management	100,000,000.00	99,999,998.05	1,000,001.95
1165104100			50,000,000.00	50,000,000.00	0.00
	0108000000	Crop Development and Management	50,000,000.00	50,000,000.00	0.00
1165104700		Rice Based Marketing Agriculture	14,736,850.00	17,606,100.00	(2,869,250.00)

1165105400			10,000,000.00	10,000,000.00	
	0107000000	General Administration Planning and Support Services	10,000,000.00	10,000,000.00	
1165105600			0.00	0.00	
	0108000000	Crop Development and Management	0.00	0.00	
1165105800			0.00	0.00	
	0107000000	General Administration Planning and Support Services	0.00	0.00	
1165106000			100,000,000.00	100,000,000.00	
	0108000000	Crop Development and Management	100,000,000.00	100,000,000.00	
1165106100			0.00	267,895.00	(267,895.00)
	0108000000	Crop Development and Management	0.00	267,895.00	(267,895.00)
1165106200			6,024,761,827.00	5,143,765,842.80	880,995,984.20
	0108000000	Crop Development and Management	6,024,761,827.00	5,143,765,842.80	880,995,984.20
1165106300			1,418,051,150.00	1,278,484,257.00	139,566,893.00
	0108000000	Crop Development and Management	1,418,051,150.00	1,278,484,257.00	139,566,893.00
1165106400			0.00	0.00	
	0108000000	Crop Development and Management	0.00	0.00	
1165106500			572,200,000.00	563,478,998.50	8,721,001.50
	0108000000	Crop Development and Management	572,200,000.00	563,478,998.50	8,721,001.50
	0107000000	General Administration Planning and Support Services	0.00	0.00	
1165106600			64,000,000.00	64,000,000.00	
	0108000000	Crop Development and Management	64,000,000.00	64,000,000.00	
1165106800			35,001,000.00	3,525,470.00	31,475,530.00
	0108000000	Crop Development and Management	35,001,000.00	3,525,470.00	31,475,530.00
1165106900		Enable Youth Kenya Prog	179,000,000.00	35,582,657.20	143,417,342.80
	0107000000	General Administration Planning and Support Services	179,000,000.00	35,582,657.20	143,417,342.80
1165107000		National Value Chain Support Programme	1,615,000,000.00	1,597,945,664.00	17,054,336.00
	0108000000	Crop Development and Management	1,615,000,000.00	1,597,945,664.00	17,054,336.00
1165107100			325,000,000.00	325,000,000.00	
	0107000000	General Administration Planning and Support Services	325,000,000.00	325,000,000.00	
1165107200			63,000,000.00	1,089,900.00	61,910,100.00
	0107000000	General Administration Planning and Support Services	63,000,000.00	1,089,900.00	61,910,100.00
		Grand Total	37,155,370,874.00	22,863,798,553.80	14,291,572,320.20

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



Budget Execution by Programme and Economic Classification

Entity: 1165-State Department for Crop Development

Period: JUL-19 To JUN-20

Program	Item	Description	Approved Budget	Actual Payments	Variance
0107000000		General Administration Planning and Support Services	4,024,078,864.00	3,756,739,413.35	267,339,450.65
	2110000	Wages and Salary Contributions	300,611,079.00	275,739,544.25	24,871,534.75
	2210000	Goods and Services	263,696,806.00	123,439,185.50	140,257,620.50
	2220000	Routine Maintenance	7,701,199.00	4,198,974.00	3,502,225.00
	2630000	Grants & Transfer To Other Govt. Units	3,299,000,000.00	3,293,550,000.00	5,450,000.00
	2640000	Other Transfers and Emergency Relief	0.00	0.00	0.00
	2710000	Social Security Benefits	10,354,842.00	6,521,859.60	3,832,982.40
	3110000	Acquisition of Fixed Capital Assets	142,714,938.00	53,289,850.00	89,425,088.00
0108000000		Crop Development and Management	32,495,878,737.00	18,544,994,115.80	13,950,884,621.20
	2110000	Wages and Salary Contributions	604,670,462.00	599,206,628.60	5,463,833.40
	2210000	Goods and Services	10,155,149,270.00	5,522,516,111.55	4,632,633,158.45
	2220000	Routine Maintenance	101,549,884.00	48,356,358.00	53,193,526.00
	2520000	Subsidies to Private Enterprises	1,583,808,477.00	1,393,627,263.00	190,181,214.00
	2630000	Grants & Transfer To Other Govt. Units	9,663,126,237.00	9,204,101,915.35	459,024,321.65
	2640000	Other Transfers and Emergency Relief	0.00	0.00	0.00
	3110000	Acquisition of Fixed Capital Assets	2,578,933,033.00	1,777,185,839.30	801,747,193.70
	3120000	Acquisition of Inventories, Stock and Commodities	7,808,641,374.00	0.00	7,808,641,374.00
	3130000	Acquisition of Land and Intangible Assets	0.00	0.00	0.00
0109000000		Agribusiness and Information Management	635,413,273.00	562,065,024.65	73,348,248.35
	2110000	Wages and Salary Contributions	112,905,013.00	100,369,181.80	12,535,831.20
	2120000	Social Contributions	1,426,000.00	1,426,000.00	0.00
	2210000	Goods and Services	110,093,142.00	78,516,096.80	31,577,045.20
	2220000	Routine Maintenance	6,061,843.00	325,288.00	5,736,555.00
	2640000	Other Transfers and Emergency Relief	0.00	0.00	0.00
	3110000	Acquisition of Fixed Capital Assets	404,927,275.00	381,428,458.05	23,498,816.95
Grand Total			37,155,370,874.00	22,863,798,553.80	14,291,572,320.20

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____

