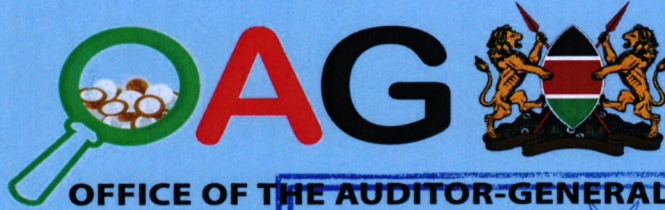


36



**OFFICE OF THE AUDITOR-GENERAL**

*Enhancing Accountability*



**THE NATIONAL ASSEMBLY  
PAPERS LAID**

**DATE:** 18 FEB 2021

<b>DAY.</b>
Thursday

**REPORT**

TABLED  
BY:

L. O. M

CLERK-AT  
THE-TABLE:

P. Muger

PARLIAMENT  
OF KENYA  
LIBRARY

**OF**

**THE AUDITOR-GENERAL**

**ON**

**GLOBAL FUND HIV/AIDS PROJECT  
GRANT NO. KEN-H-TNT-1547**

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

**NATIONAL AIDS CONTROL COUNCIL**





**Project Name: Global Fund Grant**

**Implementing Entity: National AIDS Control Council**

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**REPORT FOR THE GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547 FOR THE YEAR ENDED 30 JUNE 2020**

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

## **CONTENTS**

1.	PROJECT INFORMATION AND OVERALL PERFORMANCE.....	ii
2.	STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES.....	x
3.	REPORT OF THE INDEPENDENT AUDITORS ON THE NACC GF PROJECT .....	xi
4.	STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2020.....	1
5.	STATEMENT OF FINANCIAL ASSETS & LIABILITIES AS AT 30TH JUNE 2020 .....	2
6.	STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 30TH JUNE 2020 .....	3
7.	NOTES TO THE FINANCIAL STATEMENTS .....	5
8.	OTHER IMPORTANT DISCLOSURES.....	11
9.	PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS.....	13

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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**1. PROJECT INFORMATION AND OVERALL PERFORMANCE**

**1.1 Name and registered office**

**Name:** The project's official name is KEN-H-TNT\_1547

**Objective:** The key objective of the project is to contribute to achieving vision 2030 through universal access to comprehensive HIV prevention, treatment and care through reduction of new HIV infections by 75% and reduction of AIDS related mortality by 25%

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

The address of its registered office is:

National AIDS Control Council,  
Landmark Plaza (9<sup>th</sup> Floor), Argwings Kodhek Road  
P.O. Box 61307 - 00200, Nairobi, Kenya

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

Telephone: (+254) 020 2896000

E-mail: ceo@nacc.or.ke

Website: www.nacc.or.ke

**1.2 Project Information**

Project Start Date:	The project start date is 01 01 18
Project End Date:	The project end date is 30 06 21
Project Manager:	The project manager is Dr. Ruth Laibon – Masha.
Project Sponsor:	The project sponsor is the Global Fund AIDS, TB and Malaria (GFATM)

**1.3 Project Overview**

Line Ministry/State Department of the project	The project is under the supervision of the Health Ministry.
Project number	KEN-H-TNT_1547

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

Strategic goals of the project	The strategic goal of the project is to contribute to achieving vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Reduction of new HIV infections by 75% and (ii) Reduction of AIDS related mortality by 25% (iii) Reduce HIV related stigma and discrimination by 50% (iv) Increase domestic financing of the HIV response to 50%
Other important background information of the project	The project is aligned to the Kenya AIDS Strategic Framework (KASF) which is aligned with the Constitution of Kenya (2010) as well as Kenya's vision 2030 description of HIV and AIDS as one of the greatest threats to socioeconomic development in Kenya.
Current situation that the project was formed to intervene	The project was formed to intervene in the following areas: (i) Reducing new HIV infections (ii) Improving health outcomes and wellness of all people living with HIV (iii) Using a human rights approach to facilitate access to services for PLHIV, Key populations and other priority groups in all sectors (iv) Strengthening integration of health and community systems (v) Strengthening research and innovation to inform the KASF goals (vi) Promoting utilisation of strategic information for research and monitoring and evaluation (M&E) to enhance programming (vii) Increasing domestic financing for a sustainable HIV response (viii) Promoting accountable leadership for delivery of the KASF results by all sectors and actors
Project duration	The project started on January 1, 2018 and is expected to run until June 30, 2021

#### **1.4 Bankers**

NIC Bank Ltd NIC House Branch,  
P.O. Box 44599-00100,  
Nairobi, Kenya.

#### **1.5 Auditors**

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

**NATIONAL AIDS CONTROL COUNCIL  
 GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
 REPORTS AND FINANCIAL STATEMENTS  
 FOR YEAR ENDED JUNE 30, 2020**

**1.6 Key project management**

<b>No.</b>	<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
1	Dr. Nduku Kilonzo	Chief Executive Officer	Doctor of Philosophy (PhD) holder in Tropical Medicine, Gender and Health.	The Chief Executive Officer in charge of the overall strategic direction of the project.
2	CPA Kamuren Dennis K.	Deputy Director, Finance & Administration	Masters in Business Administration	In charge of the finance, HR and administration and Management Information Systems.
3	Mr. John Kamigwi	Deputy Director, Policy, Monitoring and Research	He holds Masters degree in Economics and Social Studies (Health Planning & Development).	In charge of the policy, monitoring and evaluation and research.
4	Dr. Emmy Chesire	Deputy Director, Coordination and Support	Doctor of Philosophy in Public Health.	In charge of coordination and support programmes
5	Ms. Regina Ombam	Deputy Director, HIV Investments	Master's degree in Public Administration and Masters of Arts in Economics	In charge of HIV investments.

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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**1.7 Funding summary**

The Project is for duration of three and a half (3 ½) years from January 1, 2018 to June 30, 2021 with an approved budget of US\$ 6,892,029.96 equivalent to KShs 709,999,904.04 as highlighted in the table below:

Below is the funding summary:

Source of funds	Donor Commitment-		Amount received to June 30, 2020		Undrawn balance to June 30, 2020	
	USD	Kshs	USD	Kshs	USD	Kshs
<b>Grant</b>						
The Global Fund	6,893,203	709,999,904	5,800,162	597,416,650	1,093,041	112,583,254
<b>Total</b>	<b>6,893,203</b>	<b>709,999,904</b>	<b>5,800,162</b>	<b>597,416,650</b>	<b>1,093,041</b>	<b>112,583,254</b>

*An average exchange rate of Ksh 103 to the USD has been used for the above computation*

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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**Summary of Overall Project Performance:**

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

The current cumulative budget performance stands at **41%** based on funds received as at 30 June 2020.

**2) Physical progress based on outputs, outcomes and impacts since project commencement;**

**a) Policy and Coordination of the HIV Response**

- **End term review of Kenya HIV and AIDS Strategic Framework (KASF) I that informed the Development of KASF II 2020-2024:** The National AIDS Control Council in collaboration with Partners and Stakeholders coordinated the development of the Second Kenya AIDS Strategic Framework (KASF II) to guide the HIV response in Kenya for the period 2020/21-2024/25. This consultative process involved stakeholders and partners at both County and National level which was preceded by the Joint AIDS End Term Review of the First Kenya AIDS Strategic Framework 2014/15 to 2018/19 (KASF I).

**b) M&E Surveillance**

- **Kenya Modes of Transmission Report 2020:** The NACC in collaboration with key stakeholders undertook a study to develop the 2020 KMoT study. This was key to ensure that the country generated its estimates on the distribution of new HIV infection among different population groups and across geographies to inform planning, programming and resource allocation for HIV prevention. The Modes of Transmission (MoT) study used a mathematical model approach to quantify the distribution of new infections according to different individual characteristics. Epidemiological and prevention analysis of the report was also conducted to provide county-specific incidence patterns that focused on sub-categorization of incidence in counties by population groups. This improved the geographical and population targeting capacity of the national program. These attributes to HIV incidence in Kenya further informed the selection criteria of priority populations in the KASF II 2020-2024, and the accompanying differentiated intervention approach.

**c) Human Rights – Ending Stigma and Discrimination**

- Use of teleconferencing is an innovative way of reporting cases of discrimination against PLHIV as a way to fast track hearing and determination of cases. The grant supported establishment and maintenance of 4 teleconference facilities in Mombasa, Kisumu, Nairobi and Nyeri.

**3) Comment on value-for-money achievements**

The National AIDS Control Council policy on procurement and internal auditing systems is guided by the principles of economy & efficiency, to ensure maximum value for money (minimum cost and maximum quality), transparency and fairness. The preferred method of procurement is open Tender where the spirit of competition is enhanced and the Public Procurement and Asset

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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Disposal Act of 2015 being the guiding law.

The NACC has implemented an Enterprises Resource Planning (ERP) application- Navision and has ensured that all processes are automated and invitation and receipt of tenders/quotations are carried out online.

**NACC-GF Grant key achievements for the FY 2019/20:**

- a) Development of the KMOT 2020 Report which is key to ensure that the country generated its estimates on the distribution of new HIV infection among different population groups and across geographies to inform planning, programming and resource allocation for HIV prevention. These attributes to HIV incidence in Kenya further informed the selection criteria of priority populations in the KASF II 2020-2024, and the accompanying differentiated intervention approach.
- b) Four (4) Teleconferencing sites were established in Nyeri, Mombasa, Nairobi and Kisumu. The Teleconference facilities are situated in the NACC RHC regional offices and these will be used as satellite courts managed by probono lawyers. People living with HIV reporting cases of stigma and discrimination will be facilitated in the satellite courts that will link them with the Judiciary system and the HIV & AIDS Tribunal. The number of cases reported and addressed will be captured in the community based activity reporting tools.
- c) Advocacy campaigns to create awareness of the HIV tribunal human rights and law Targeting networks for persons living with HIV, KPs, vulnerable groups and general population in all the 47 counties.
- d) Training of selected community gate keepers (administration chiefs, sub-chiefs, village heads) to facilitate the removal of harmful cultural practices that affect women and AYGW was launched. A total of 140 participants were reached in four counties with an average of 35 participants per County.
- e) The National Youth Consultative Forum that brought together youth opinion leaders from different youth networks in Kenya both in the health and non- health sectors. The total number of youth leaders reached was fifty (50) who included youth leaders from the university leadership, organized youth groups working in the non-health sector (arts, leadership and governance). County specific AYP Advocacy Toolkits were developed and finalized through the leadership of the county AYP TWG which are multisectoral.
- f) The engagement with Boda Boda Riders and Fisher Folk in selected counties: the activity involved participation from the Ministry of transport, Department of fisheries, National Boda Boda Association, Beach management units, County leadership, Ministry of Interior and coordination, Selected National and County Civil Society Organizations and Maisha Youth. Boda Boda riders and Fisher Folk were sensitized on HIV prevention, treatment and care messages. HIV information and Testing Services were provided as well as distribution of condoms at targeted outreaches in the Boda Boda hot spots as guided by the County leadership. Most of the Boda Boda riders are young adolescents between the ages of 15-24 years, the age bracket who contribute to 42% of adult new HIV infections.

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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others. The entry and permission to implement outside the Health mandate process takes quite some time and this consumes the implementation timeliness.

- c) Disruption of implementation of activities due to COVID-19 Pandemic and government restriction on cessation of movement and social gatherings.
- d) Measuring and reporting the impact and outcomes of HIV prevention intervention such as social behavior change, demand creation requires surveys to identify the yield to advise subsequent interventions. The timelines short timelines for implementation present a challenge in measuring these activities.
- e) Reprograming and reallocation of the activities requires that we follow the guidelines put in place by the Global Fund i.e. approval by the PR and subsequent approval by the GF. This takes some time for turn around.

**Recommendations:**

1. Adherence to the GF activities acceleration plan to fast track implementation ahead of the grant end date of June 2021.
2. Fast tracking the negotiation processes with NACC external stakeholders. The NACC partners with these stakeholders in carrying out the various activities (Child Health, MOE, and TIVET).
3. Bring forward the activities that can be carried out earlier to increase the absorption rate of GF funds. Any unspent funds by June 2021 will be surrendered back to the GF.
4. Enhance collection and analysis of social transformation indicators through layering of different program and community level data to provide strategic information on outcomes and impact of interventions.

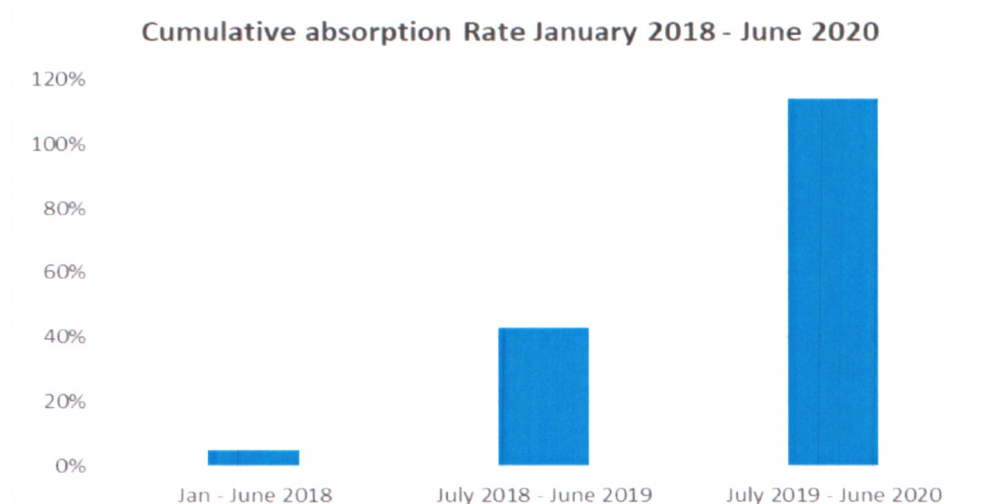
**1.8 Summary of Project Compliance:**

The NACC has complied with all applicable laws and regulations.

**NATIONAL AIDS CONTROL COUNCIL  
 GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
 REPORTS AND FINANCIAL STATEMENTS  
 FOR YEAR ENDED JUNE 30, 2020**

g) Consolidation Annual reporting for HIV and AIDS through the HIV Implementing Partners Online Reporting System (HIPORS). The HIPORS report for FY 2018/19 was reviewed and data analyzed. A national report was developed in readiness for dissemination to the MOH leadership and the Counties leadership. In FY 2018/19, a total of 34 NGOs reported on funding of HIV resources within their counties. This was a slight decrease from 43 (21%) which was reported in FY 2017/18. In FY 2018/19, the total amount of funding reported by NGOs summed up to KES. 21.7 Billion Compared to KES. 18.2 Billion In FY 2017/18. This was an increase in resources reported by 19% from the previous year.

**4) Global Fund Grant absorption rate for each year since the commencement of the project.**



The percentage is based on the actual year allocation.

**5) List the implementation challenges and recommended way forward.**

**Challenges:**

- a) Delayed implementation:
  - Some of the activities that had been earmarked to be carried out in the Year 2018 took time to commence. For example, the Kenya AIDS Strategic Framework I (KASF I) End Term Report was allocated 11% of the NACC GF total budget. The Review process could only begin after the end of KASF I end of June 2019. KASF I was extended to be in place for an additional one year through and addendum. This review process was finalized and supported the development of KASF 2.
  - Delay in approval of mass media activities. The approval was received in January 2019 after the communication strategy was finalized. This delay in approval affected implementation of activities under that budget line. This budget allocated for this activity comprised 31% of the NACC GF total budget.
- b) Most of the NACC activities are multi-sectoral in nature and require collaboration and engagement with the different sectors eg Ministry of Education, Transport sector, ICT among

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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**2. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES**

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

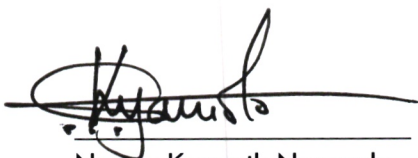
The NACC *Chief Executive Officer* is responsible for the executing the Global Fund Project's as per the financing agreement and board approvals. The financial statements have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The NACC *Board Chair* and the *Chief Executive Officer* confirm that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2020 and of the Project's financial position as at that date. The NACC *board chair* and the NACC *chief executive officer* for **the Global Fund project** further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

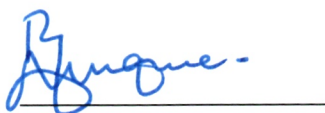
The NACC *Board Chair* and the *Chief Executive Officer* confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

**Approval of the Project financial statements**

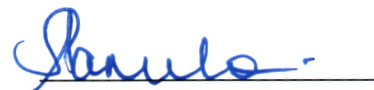
The Project financial statements were approved by the NACC Board Chair and the NACC Chief executive officer.



Name: Kenneth Nyamolo  
Ag. DEPUTY DIRECTOR, F&A  
ICPAK MEMBER No: 6532



Name: Dr. Ruth Laibon-Masha  
BOARD SECRETARY/CEO



Name: Ms Angeline Siparo  
CHAIR, NACC BOARD

DECEMBER 9, 2020

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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**3. REPORT OF THE INDEPENDENT AUDITORS ON THE NACC GF PROJECT**

# REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



*Enhancing Accountability*

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

## **REPORT OF THE AUDITOR-GENERAL ON GLOBAL FUND HIV/AIDS PROJECT GRANT NO. KEN-H-TNT-1547 FOR THE YEAR ENDED 30 JUNE, 2020 – NATIONAL AIDS CONTROL COUNCIL**

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

#### **Qualified Opinion**

I have audited the accompanying financial statements of Global Fund HIV/AIDS Project Grant No. KEN-H-TNT-1547 set out on pages 1 to 13, which comprise the statement of financial assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the period 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 effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Global Fund HIV/AIDS Project grant number KEN-H-TNT-1547 as at 30 June, 2020, and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with Public Finance Management Act, 2012 and the Grant Agreement No. KEN-H-TNT-1547 dated 15 December, 2017 between the Global Fund and the Republic of Kenya.

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

#### **Basis for Qualified Opinion**

##### **1. Long Outstanding Imprests**

The statement of financial assets and liabilities reflects accounts receivable balance of Kshs.3,506,336 which as disclosed in Note 8.8 comprises of Kshs.770,900, Kshs.2,235,186 and Kshs.500,250 being amounts owed from individual staff members, amounts owed from regional offices and amounts refundable from the Government of Kenya recurrent vote respectively. Included in the balance of Kshs.2,235,186 due from regional offices is an amount of Kshs.1,200,025 relating to 2014/15 financial year in respect of the previous grant whose recovery is in doubt.

Further, examination of records revealed that the amount of Kshs.500,250 refundable from the Government of Kenya recurrent vote related to expenditure for consultancy fees

paid from the Project account but relating to the Council's recurrent vote. Eligibility of the expenditure could not be confirmed.

In the circumstances, the accuracy and validity of the accounts receivables balance of Kshs.3,506,336 as at 30 June, 2020 could not be confirmed.

## **2. Unconfirmed Funds from Previous Grant**

As previously reported, the statement of receipts and payments for the period 30 June, 2019 reflected funds brought forward from the previous Grant of Kshs.79,960,862. Information availed indicated that under Clause 6.1 of the Grant Agreement, the Global Fund gave authority for the Management to utilize the uncommitted balances from the previous Grant KEN-H-TNT-853 to roll out the new Grant KEN-H-TNT-1547. It was however, noted that the previous Grant KEN-H-TNT-853 had not been preparing separate financial statements for the past years and no Grant closure report from the Local Fund Agent was availed for audit.

In the absence of Grant closure reports and clear authorization from the Global Fund on the exact amounts to be transferred to the new Grant, the accuracy of the receipts of Kshs.79,960,862 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Global Fund HIV/AIDS Project Grant No. KEN-H-TNT-1547 Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, were of most significance in the audit of the financial statements of the current period. There were no other Key Audit Matters to report in the year under review.

### **Other Matter**

### **Budgetary Performance**

The Projects actual expenditure for the year amounted to Kshs.179,035,756 against an expenditure budget of Kshs.436,362,178 resulting in an under expenditure of Kshs.257,326,422 or 59%. Although Management attributed the low budgetary absorption to postponement of planned activities due to the Covid-19 outbreak, there is need to expedite the programs to reach the intended beneficiaries in time.

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

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

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

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

### **Conclusion**

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

### **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and 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.

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

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

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

Those charged with governance are responsible for overseeing the Project's 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 review is planned and performed to express a conclusion with limited assurance as to 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 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. The nature, timing and extent of the compliance work is limited compared to that designed to express an opinion with reasonable assurance on the financial statements.

Further, in planning and performing the audit of the financial statements and review 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 Project's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal 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 Project's ability to continue as a going concern or to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Project to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

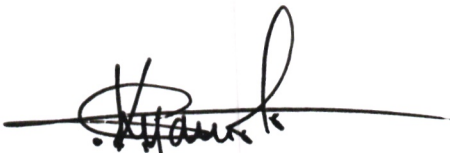
**18 December, 2020**

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

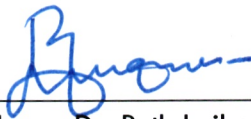
**4. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2020**

		2019/2020	2018/ 2019	Cumulative- to-date
RECEIPTS	Note	KShs	KShs	KShs
Proceeds from domestic and foreign grants	8.3	150,000,000	367,455,788	517,455,788
Miscellaneous receipts	8.4	6,429,644	6,396,429	12,826,073
Funds b\ f from previous grant	8.5	-	79,960,862	79,960,862
<b>TOTAL RECEIPTS</b>		<b>156,429,644</b>	<b>453,813,079</b>	<b>610,242,723</b>
<b>PAYMENTS</b>				
Purchase of goods and services	8.6	179,035,756	167,355,928	346,391,684
<b>TOTAL PAYMENTS</b>		<b>179,035,756</b>	167,355,928	346,391,684
<b>(DEFICT)/SURPLUS</b>		<b>(22,606,112)</b>	<b>286,457,151</b>	<b>263,851,039</b>

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



Name: Kenneth Nyamolo  
Ag. DEPUTY DIRECTOR, F&A  
ICPAK MEMBER No: 6532



Name: Dr. Ruth Laibon-Masha  
BOARD SECRETARY/CEO



Name: Ms Angeline Siparo  
CHAIR, NACC BOARD

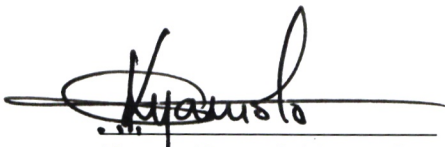
DECEMBER 9, 2020

NATIONAL AIDS CONTROL COUNCIL  
 GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
 REPORTS AND FINANCIAL STATEMENTS  
 FOR YEAR ENDED JUNE 30, 2020

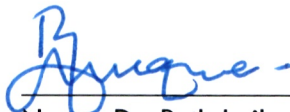
5. STATEMENT OF FINANCIAL ASSETS & LIABILITIES AS AT 30TH JUNE 2020

		2019/20	2018/19
FINANCIAL ASSETS	Note	KShs	KShs
<b>Cash and Cash Equivalents</b>			
Bank Balances	8.7	260,344,703	286,362,178
<b>Total Cash and Cash Equivalents</b>		<b>260,344,703</b>	<b>286,362,178</b>
Accounts receivables (Imprest and Advances)	8.8	3,506,336	94,973
<b>Total Current assets</b>		<b>263,851,039</b>	<b>286,457,151</b>
<b>TOTAL FINANCIAL ASSETS</b>		<b>263,851,039</b>	<b>286,457,151</b>
<b>REPRESENTED BY</b>			
Accumulated Surplus b/forward		286,457,151	-
Deficit/Surplus for the year		(22,606,112)	286,457,151
<b>NET FINANCIAL POSITION</b>		<b>263,851,039</b>	<b>286,457,151</b>

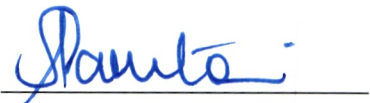
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Name: Kenneth Nyamolo  
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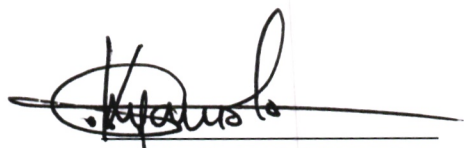
DECEMBER 9, 2020

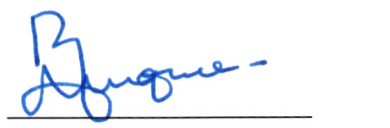
NATIONAL AIDS CONTROL COUNCIL  
 GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
 REPORTS AND FINANCIAL STATEMENTS  
 FOR YEAR ENDED JUNE 30, 2020

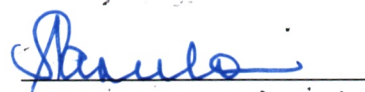
6. STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 30TH JUNE 2020

		2019/20	2018/19
	Note	KShs	KShs
<b>Receipts for operating activities</b>			
Proceeds from domestic and foreign grants	8.3	150,000,000	367,455,788
Miscellaneous receipts	8.4	6,429,644	6,396,429
Cash transferred from previous grant		-	79,960,862
<b>Payments for operating activities</b>			
Purchase of goods and services	8.6	(179,035,756)	(167,355,928)
Advances issued	8.8	(3,411,363)	(94,973)
<b>Net cash flow from operating activities</b>		<b>- 26,017,475</b>	<b>286,362,178</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>CASHFLOW FROM BORROWING ACTIVITIES</b>			
<b>Net cash flow from financing activities</b>		<b>-</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(26,017,475)</b>	<b>286,362,178</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>286,362,178</b>	<b>-</b>
<b>Cash and cash equivalent at END of the year</b>		<b>260,344,703</b>	<b>286,362,178</b>

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

  
 Name: Kenneth Nyamolo  
 Ag. DEPUTY DIRECTOR, F&A  
 ICPAK MEMBER No: 6532

  
 Name: Dr. Ruth Laibon-Masha  
 BOARD SECRETARY/CEO

  
 Name: Ms Angeline Siparo  
 CHAIR, NACC BOARD

DECEMBER 9, 2020

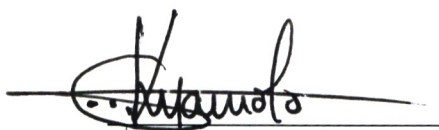
**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

**STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020**

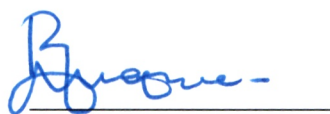
Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>Receipts</b>						
Available cash from previous period	286,362,178	-	286,362,178	286,362,178	-	100%
Proceeds from domestic and foreign grants	150,000,000	-	150,000,000	150,000,000	-	100%
Miscellaneous receipts	-	6,429,644	6,429,644	6,429,644	-	100%
<b>Total Receipts</b>	<b>436,362,178</b>	<b>6,429,644</b>	<b>442,791,822</b>	<b>442,791,822</b>	<b>-</b>	<b>100%</b>
<b>Payments</b>						
Purchase of goods and services	460,349,875	-23,987,697	436,362,178	179,035,756	257,326,422	41%
<b>Total Payments</b>	<b>460,349,875</b>	<b>-23,987,697</b>	<b>436,362,178</b>	<b>179,035,756</b>	<b>257,326,422</b>	<b>41%</b>

Note:

- 1) The difference between the above total receipts and total receipts as presented in the statement of receipts and payments is as a result of inclusion of available cash balances in the beginning of the year in the statement of budget and actual comparison.
- 2) The significant budget utilisation/performance difference is attributable to COVID 19 outbreak and the subsequent control measures that led to postponement of all the activities that had been planned for the last month of quarter 3 and the whole of quarter 4.



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DECEMBER 9, 2020

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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**7. NOTES TO THE FINANCIAL STATEMENTS**

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

**8.1. Basis of Preparation**

**8.1.1. Statement of compliance and basis of preparation**

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

**8.1.2. Reporting entity**

The financial statements are for the Global Fund Project under the National AIDS Control Council. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

**8.1.3. Reporting currency**

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

**8.2. Significant Accounting Policies**

**a) Recognition of receipts**

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

NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020

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▪ **Transfers from the Exchequer**

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

▪ **External Assistance**

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

**Donations and grants**

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

b) **Recognition of payments**

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

▪ **Use of goods and services**

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

c) **Cash and cash equivalents**

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

d) **Accounts receivable**

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

e) **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'

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

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items to provide a sense of the overall net cash position of the Project at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

**f) Budget**

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

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

**g) Exchange rate differences**

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

**h) Comparative figures**

This being the first Financial Statements prepared for the GF grant, no comparative figures have been presented.

**i) Subsequent events**

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

**j) Errors**

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by:

- Restating the comparative amounts for prior period(s) presented in which the error occurred; or
- 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.

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.3. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS**

During the 12 months to 30 June 2020 we received grants from donors as detailed in the table below:

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Total in KShs	Total in KShs
				FY to June 30, 2020	FY to June 30, 2019
		USD	KShs	KShs	KShs
<b>Grants Received from Multilateral Donors (International Organisations)</b>					
GFATM					
GFATM	24-Feb-20	1,456,311	150,000,000	150,000,000	367,455,788
GFATM					
<b>Grants Received from Local Individuals and organisations</b>					
<b>Total</b>		<b>1,456,311</b>	<b>150,000,000</b>	<b>150,000,000</b>	<b>367,455,788</b>

**8.4. MISCELLANEOUS RECEIPTS**

	FY to June 30, 2020	FY to June 2019	Cumulative to- date
Receipts controlled by the entity in Cash	Total Receipts	Total Receipts	Total Receipts
	KShs	KShs	KShs
Interest Earned on Bank Balances	6,429,644	6,396,429	12,826,073
	<b>6,429,944</b>	<b>6,396,429</b>	<b>12,792,858</b>

**NATIONAL AIDS CONTROL COUNCIL**  
**Global Fund Grant**  
**Reports and Financial Statements**  
**For the period ended June 30, 2019**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8.5. FUNDS FROM PREVIOUS GRANT**

The current Global Fund grant that the NACC is implementing began in January 2019. Before this grant, the NACC was implementing another grant (Project no. KEN-H-TNT-853) that ended on December 31, 2017. The unutilized funds available amounting to Ksh 79,960,862 were carried over into the new grant in line with Global Fund financial reporting guidelines.

**8.6. PURCHASE OF GOODS AND SERVICES**

Note: This note relates to the expenditures incurred in relation to the NACC GF project that started on January 01, 2018 (project number KEN-H-TNT-1547) and which is due to end on June 30, 2021

Payments made	2019-2020	2018-2019	Cumulative to- date
	KShs	KShs	KShs
Advertising & Publicity	41,778,343	13,985,942	55,764,285
Consultancy	12,722,642	250,000	12,972,642
Hire of Facilities	26,591,600	31,930,935	58,522,535
Local Travel	93,173,159	118,690,995	211,864,154
Stationery	2,458,027	1,885,688	4,343,715
Project Management and support	631,695	-	631,695
Bank charges	560,592	612,368	1,172,960
Fuel	535,835	-	535,835
Refreshments	329,040	-	329,040
Telephone	254,824	-	254,824
<b>Total</b>	<b>179,035,756</b>	<b>167,355,928</b>	<b>346,391,685</b>

**8.7. CASH AND CASH EQUIVALENTS**

The project has two project accounts spread within the project implementation area. The project doesn't control any foreign currency designated accounts. The foreign currency designated account is managed by the National Treasury as the Principal Recipient of the grant. The project accounts are as listed below.

Project Bank Accounts	June 30, 2020	June 30, 2019
<b>Local Currency Accounts</b>	<b>KShs</b>	<b>KShs</b>
NIC Bank (A/C No 1000012625)	32,334	21,329,381
NIC Bank (A/C No 1005589947)	260,312,369	265,032,797
<b>Total bank account balances</b>	<b><u>260,344,703</u></b>	<b><u>286,362,178</u></b>

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**Special Deposit Accounts**

The balances in the Project's Special Deposit Account as at 30<sup>th</sup> June 2020 is not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

**8.8. OUTSTANDING IMPRESTS AND ADVANCES**

No.	Staff Name	BAL JUNE 2020	BAL JUNE 2019
1	Susan Joyce Akinyi	125,200	6,813
2	Kevin Mumbo Otieno	102,200	-
3	Antony Kariuki	129,500	-
4	ESTHER ONUKO	100,800	-
5	Noah Kudate	44,100	-
6	Wycliff Lomosi	67,200	-
7	David Ochieng Opiyo	80,000	-
8	Stephen Muthoka	109,500	-
9	Phoebe Oloo	12,400	24,000
<b>TOTAL IMPREST</b>		<b>770,900</b>	<b>30,813</b>

	Field office name		
1	CENTRAL FIELD OFFICE	12,750	-
2	COAST FIELD OFFICE	- 10,000	19,000
3	EASTERN FIELD OFFICE	105,625	-
4	NAIROBI FIELD OFFICE	603,036	-
5	NORTH EASTERN FIELD OFFICE	70,000	-
6	NORTH RIFT FIELD OFFICE	69,800	-
7	NYANZA FIELD OFFICE	1,257,820	45,160
8	SOUTH RIFT FIELD OFFICE	86,155	-
9	WESTERN	40,000	-
<b>TOTAL FO ADVANCES</b>		<b>2,235,186</b>	<b>64,160</b>

	<b>Refundable from GoK Recurrent vote</b>	<b>500,250</b>	<b>-</b>
<b>Total Advances and imprests</b>		<b>3,506,336</b>	<b>94,973</b>

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

**8. OTHER IMPORTANT DISCLOSURES**

**ANNEX I – PROJECT EXPENDITURE ANALYSIS BY PROGRAM ACTIVITY**

Program activity	Payments to 30 JUNE 2020	Payments to 30 JUNE 2019	Cumulative to- date
ACTIVITY		KShs	KShs
Capacity building forums for union officials and associations in public and private sector on HIV, human rights and gender issues	-	3,203,936	3,203,936
Advocacy forums at county level with law enforcers, county health management teams, judiciary officers, law enforcement training colleges, PWIDs, health care workers, media, religious leaders, policy makers on harm reduction and human right	-	3,481,266	3,481,266
Annual Adolescent program review meeting (National )	42,000	235,750	277,750
Bank charges	560,592	612,368	1,172,960
Billboards (10)	-	2,586,207	2,586,207
Conduct advocacy campaigns to create awareness of the HIV tribunal human rights and law Targeting networks for persons living with HIV, KPs, vulnerable groups and general population in selected counties	23,937,574	32,305,053	56,242,627
Conduct advocacy forums for: management and selected staff of insurance companies on HIV and human rights; and Police leadership on SGBV response, human rights and gender inequalities.	-	2,324,445	2,324,445
Conduct mass media campaigns on HIV prevention (HTS, condom use, GBV, treatment etc.)	41,965,259	21,240,855	63,206,114
Conduct program evaluation of the implementations status of the adolescent and youth programs	9,992,027	13,156,299	23,148,326
Consultative meeting with county administration to address GBV	756,200	200,000	956,200
County adolescents programme review meeting	753,000	2,322,748	3,075,748
Develop and disseminate performance tracking tool	1,029,677	3,859,948	4,889,625
Development of Adolescent friendly comprehensive SGBV & HIV prevention information package	8,558,296	321,000	8,879,296
Development Of County Specific HIV Plans	-	2,000	2,000
Develop a national advocacy plan to be utilized in the selected counties to address legal and policy reform towards a rights based approach towards HIV and TB.	1,084,679	-	1,084,679
Facilitate integration of HIV prevention activities in public, faith and private sector	2,671,539	5,031,026	7,702,565

**NATIONAL AIDS CONTROL COUNCIL  
GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
REPORTS AND FINANCIAL STATEMENTS  
FOR YEAR ENDED JUNE 30, 2020**

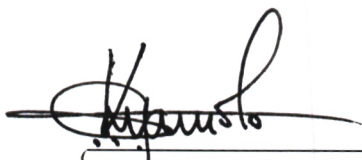
Identify and equip appropriate organisations to facilitate teleconferencing with community members requiring Tribunal services but financially constraint	2,081,523	368,310	2,449,833
Interpersonal engagement with motorbike riders and fisher folks	11,631,077	18,502,378	30,133,455
National Adolescent and youth HIV consultative forum	55,600	3,950,823	4,006,423
Program Management	30,091,943	26,017,291	56,109,234
Quarterly joint meeting with County HIV coordinators and regional officers	-	27,200	27,200
Research- Conduct quality and coverage measurement survey to collect data about compliance with the global standards for quality healthcare services for adolescents	21,773,490	2,121,871	23,895,361
Revision of anti HIV stigma media campaign materials to include awareness on institutions in place that mitigate and aggravate HIV stigma and discrimination to increase access to justice	-	250,666	250,666
Sensitize implementing partners, opinion leaders and policy makers on male engagement policy guidelines for demand creation in HIV prevention	6,527,004	11,803,637	18,330,641
Routine reporting print and distribute CARP tool	2,360,130		2,360,130
Surveys conduct modes of transmission survey	10,287,573		10,287,573
Train prison personnel on the linkages between public health and human rights and the HIV and TB responses in an evolving epidemic	379,586	5,167,462	5,547,048
Training of lawyers from selected counties on HIV&TB, gender and human rights, mandate and jurisdiction of the HIV and AIDS Tribunal to help as pro bono lawyers, 5 lawyers from 10 high burden counties	1,794,888		1,794,888
Train selected community gate keepers (administration chiefs, sub-chiefs, village heads) to facilitate the removal of harmful cultural practices that affect women and AYGW. In 5 counties (ten per county)	702,100	8,263,389	8,965,489
	<b><u>179,035,756</u></b>	<b><u>167,355,928</u></b>	<b><u>346,391,685</u></b>

**NATIONAL AIDS CONTROL COUNCIL  
 GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-1547  
 REPORTS AND FINANCIAL STATEMENTS  
 FOR YEAR ENDED JUNE 30, 2020**

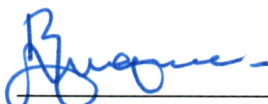
**9. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

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	Status:	Timeframe:
N/A	Unconfirmed funds from the previous grant	The NACC management has availed all the available documents and correspondence with the Global Fund Secretariat and the Local Financing Agency (LFA) to the OAG for review.	The NT Global Fund secretariat	Not resolved	June 2021



Name: Kenneth Nyamolo  
 Ag. DEPUTY DIRECTOR, F&A  
 ICPAK MEMBER No: 6532



Name: Dr. Ruth Laibon-Masha  
 BOARD SECRETARY/CEO



Name: Ms Angeline Siparo  
 CHAIR, NACC BOARD

DECEMBER 9, 2020

