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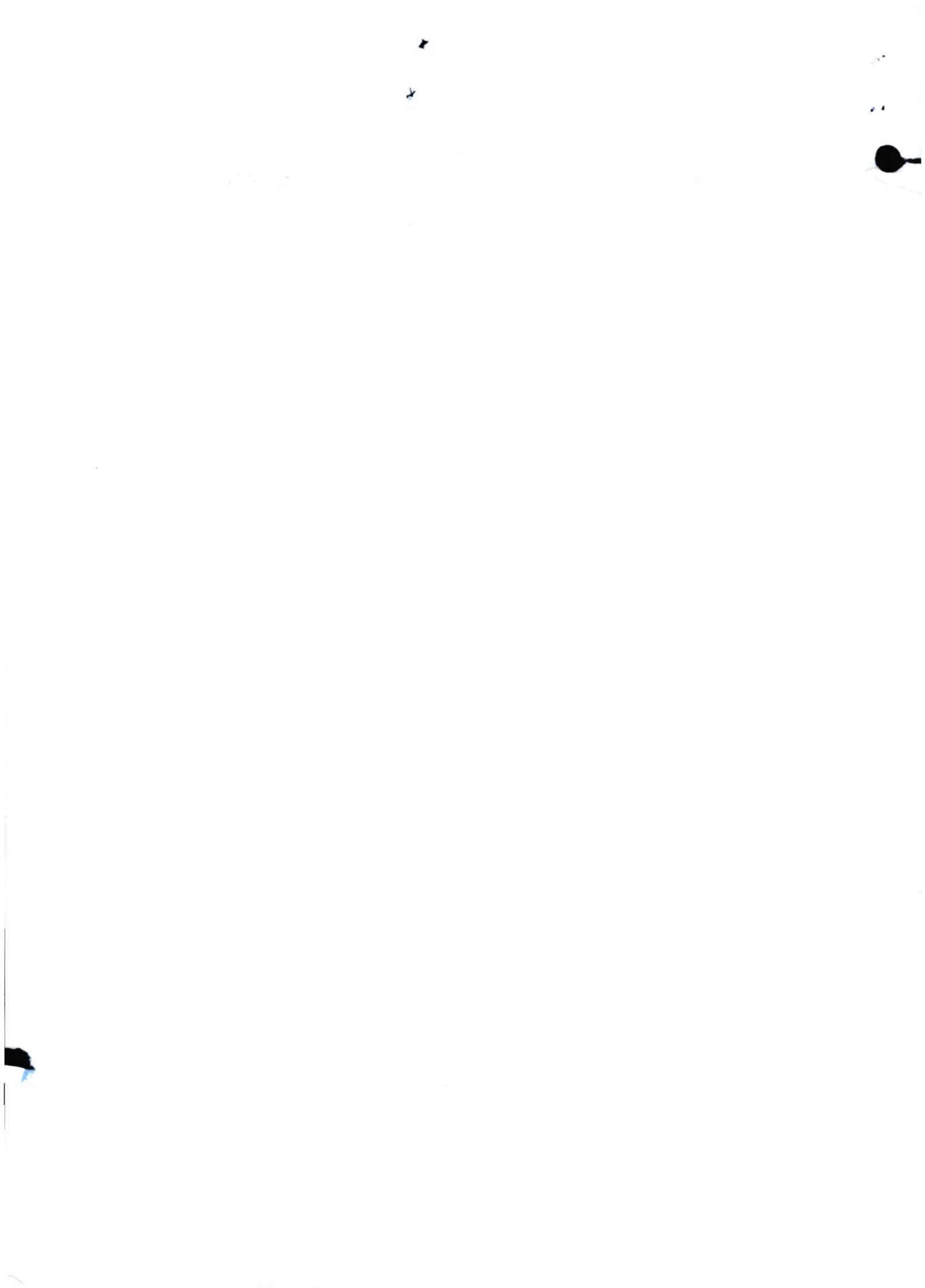
OF THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 06 MAR 2025	DAY: Thursday
TABLED BY:	Hon Naomi Waco, MP Deputy Majority Party Whip
CLERK-AT-THE-TABLE:	A. Shibuko

THE AUDITOR-GENERAL

ON

**NEW PARTNERSHIP FOR AFRICA'S
DEVELOPMENT/AFRICAN PEER REVIEW
MECHANISM KENYA SECRETARIAT**

**FOR THE YEAR ENDED
30 JUNE, 2024**





NEPAD / APRM KENYA SECRETARIAT

**NEW PARTNERSHIP FOR AFRICA'S DEVELOPMENT/AFRICAN PEER REVIEW
MECHANISM KENYA SECRETARIAT**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2024

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

*New Partnership for Africa's Development/African Peer Review Mechanism Kenya Secretariat
Annual Report and Financial Statements for the year ended June 30, 2024.*

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1. Acronyms and Definition of Key Terms

AfSEM	Africa Single Electricity Market
APR	Annual Progress Reports
APRM	African Peer Review Mechanism
AU	African Union
AUDA	African Union Development Agency
BETA	Bottom-up Economic Transformation Agenda
CAADP	Comprehensive Africa Agriculture Development Programme
CMP	Continental Power System Masterplan
CoE	Centre of Excellence
CoG	Council of Governors
CPRM	County Peer Review Mechanism
HSGOC	Head of State and Government Orientation Committee
IEC	Information, education, and communication
IPSAS	International Public Sector Accounting Standards
KPIs	Key Performance Indicators
KRAs	Key Results Areas
MoU	Memorandum of Understanding
MTP	Medium Term Plan
NEPAD	New Partnership for Africa's Development
NGC	National Governing Council
NGR	National Governance Report
NHIF	National Hospital Insurance Fund,
NITA	National Industrial Training Authority
NPoA	National Programme of Action
NSSF	National Social Security Fund
OSHA	Occupational Safety and Health Administration
PAYE	Pay as You Earn,
PFM	Public Finance Management
PICI	Presidential Infrastructure Champion Initiative
PIDA	Programme for Infrastructure Development in Africa
PPADA	Public Procurement and Asset Disposal Act
PWD	Persons With Disabilities
REC	Regional Economic Community
SALGA	South African Local Government Association
SIFA	Skills Initiative for Africa
SO	Strategic Objectives
SDEP	State Department for Economic Planning
STYIP	Second Ten-Year Implementation Plan
UNECA	United Nation Economic Commission for Africa
VAT	Value Add Tax
WIBA	Work Injury Benefits

B: Definition of Key Terms

Fiduciary Management- Members of Management directly entrusted with the responsibility of financial resources of the organization.

Comparative Year- Means the prior period.

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2. Key Entity Information and Management

(a) Background information

The genesis of NEPAD/APRM Kenya Secretariat can be traced to a decision of the 37th Session of the Organization of African Unity Assembly in July 2001 which endorsed the creation of the New Partnership for Africa's Development (NEPAD) at the continental level. This was to consolidate and pursue continental initiatives aimed at poverty eradication, sustainable development, and repositioning Africa in the global development agenda. Subsequently, the Heads of State and Government endorsed the creation of the Africa Peer Review Mechanism (APRM) in 2002 as a mutually agreed Governance instrument. This was because of the realization that good governance is critical to guarantee inclusive and sustainable development.

Kenya institutionalized the NEPAD Kenya Secretariat on 25th September 2002 through a Gazette Notice No. 6225 establishing a twelve-member Task Force appointed by His Excellency the President of the Republic of Kenya.

On 23rd June 2016 under Gazette Notice 4651, NEPAD Steering Committee and the APRM National Governing Council were merged into NEPAD/APRM Kenya National Governing Council. This Gazette Notice superseded previously issued Notices that established the existing institution.

(b) Principal Activities

The primary mandate of the Secretariat is to coordinate, facilitate, and monitor the implementation of the African Union (AU) sustainable development and good governance agenda in Kenya and the Eastern Africa region. Implementation of the mandate is anchored on the Secretariat's Strategic Plan.

(c) Key Management

No.	Designation	Name
1.	The National Governing Council	H.E Sospeter Odeke Ojaamong, MGH Mr. James Maina Ms. Penninah Mukami N. Mr. Benson K. Kimani Ms. Rusiana Mitau Ms. Jane Wanjiku Macharia Ms. Habon Billow Farah Mr. Joseph Kimutai Boit Mr. Francis Habara Mororto
2.	The Chief Executive Officer	Amb. Dr. Samori Okwiya, PhD.
3.	Director, APRM & Governance	Mr. Peter Njau Kimemia
4.	Director, NEPAD Programmes	Dr. Rose Chelangat Kitur, PhD, FKIP
5	Director, Corporate Services	CHRP, Maxwel Zange Okoth

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Key Entity Information and Management Cont.

(d) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June, 2024 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Chief Executive Officer	Amb. Dr. Samori A. Okwiya, PhD
2.	Director, APRM & Governance Programme	Mr. Peter N. Kimemia
3.	Director, NEPAD Programmes	Dr. Rose C. Kitur, PhD, FKIP
4.	Director, Corporate Services	CHRP, Maxwell Z. Okoth
5.	Senior Supply Chain Management Officer	Ms. Monica C. Kilach
6.	Manager, Internal Audit	CPA Rhoda Chepng'etich
7.	Senior Legal Officer	Ms. Hellen W. Muthoni
8.	Deputy Director, Accounts	CPA Miriam N. Sindiyo
9.	Finance Officer I	Ms. Caroline K. Ndwiga
10.	Deputy Director, Human Resource Management and Development	Ms. Stellamaris Ndeng'e
11.	Senior Public Relations and Corporate Communications Officer	Mr. Frankline M. Kaburu
12.	Senior ICT Officer	Mr. Francis O. Ochieng

(e) Fiduciary Oversight Arrangements

The Council has the overall responsibility to ensure the achievement of the strategic objectives and mandate of the Secretariat as set out under the Public Finance Management Act. This responsibility is achieved through the various committees of the Council which are given specific terms of reference to carry out the Council's mandate. The Council also ensures that strategic direction is given to management responsible for the day-to-day operations of the Secretariat to achieve the purpose.

The Council has constituted three (3) committees with the tabulated membership to assist in the discharge of its mandate:

Committee	Technical Committee	Finance & Administration Committee	Audit Committee
Chairperson	Mr. Joseph Kimutai Boit	Ms. Rusiana Mitau	Ms. Jane Wanjiku Macharia
Members	Ms. Rusiana Mitau Mr. James Maina (Replaced Benson Kimani in April 2024)	Ms. Habon Billow Farah Mr. James Maina (Replaced Benson Kimani in April 2024)	Mr. Francis Habara Moroto Mr. Joseph Kimutai Boit Ms. Penninah Mukami N.

Key Entity Information and Management Cont.

(f) Secretariat Headquarters

P.O. Box 46270-00100,
4th Floor, Liaison House
State House Avenue
Nairobi, Kenya

(g) Secretariat's Contacts

Telephone: +25420 2733735
E-mail: info@nepadaprmkenya.go.ke
Website: www.nepadaprmkenya.go.ke

(h) Secretariat's Bankers

Co-operative Bank of Kenya,
Co-operative House Branch,
P.O. Box 48231 - 00100,
Nairobi, Kenya



(i) Independent Auditors

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


(j) Principal Legal Adviser

The Attorney General
State Law Office and Department of Justice
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

1. The National Governing Council

Ref.	Council	Details
1.	 <p>H.E Sospeter Odeke Ojaamong, MGH</p>	<p>H.E Sospeter O. Ojaamong was born on 1st January 1963. He is a former A level student at the St. Paul's Amukura high school, holds a Bachelor of Education Science degree in Biology and Agriculture from Kenyatta University & has a Diploma in Public Administration.</p> <p>He served as high school Deputy Principal and was Secretary General National Development Political Party the year 1992-1997, under the merger between KANU and LDP. He has vast knowledge in Leadership and Administration having served as a member of parliament for Amagoro Constituency from December 2002 to March 2013. Between 2007 and 2013 he served as Assistant Minister for Labour following a nomination and appointment by President Mwai Kibaki. In this docket, he was also in charge of Social Security for the Republic of Kenya. He also served as the first elected Governor for Busia County from March 2013 to August 2022.</p> <p>H.E Sospeter O. Ojamoong was appointed as the Chairman (Non-Executive) to the NEPAD/APRM Kenya Secretariat National Governing Council on 14th June 2024.</p>
2.	 <p>Mr. Francis Habara Moroto</p>	<p>Mr. Francis Habara Moroto was born on 5th October, 1984. He graduated in 2010 from Catholic University of Eastern Africa where he pursued Political Science and Sociology. Furthering his academic endeavors, he also completed studies at Scuola Superiore, Santa Anna, PISA, Italy, graduating in 2013. He.</p> <p>With over 12 years of experience, Mr. Moroto has actively contributed to various NGOs and institutions, specializing in livelihood improvement, sustainable development, peacebuilding, and conservation projects/programs. His professional journey includes valuable contributions to organizations such as VSF GERMANY, Turkana Basin Institute (TBI), National Drought Management Authority (NDMA), and Kenya Wildlife Service (KWS). His multifaceted experience, combined with his educational background, positions him as a professional with a comprehensive understanding of diverse sectors.</p> <p>He was appointed as a Council Member (Non-Executive) to NEPAD/APRM Kenya Secretariat National Governing Council on 29th September 2023.</p>



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Ref.	Council	Details
3.	 <p data-bbox="304 719 639 748">Ms. Jane Wanjiku Macharia</p>	<p data-bbox="730 342 1428 622">Ms. Jane Wanjiku Macharia was born 15th November 1975. She holds a diploma in Business Management and Administration from Financial Knowledge for Africa, and a certificate in computer packages. In addition to her academic qualifications, she has pursued extra training and garnered valuable experience in budgeting, savings, financial and banking services, as well as debt management, all acquired from Financial Knowledge for Africa.</p> <p data-bbox="730 651 1428 1077">Ms. Jane's commitment to personal and professional growth is evident in her extensive training in transforming Africa, where she focuses on equipping entrepreneurs with essential business management skills, strategic planning, and effective monitoring and evaluation techniques. Her active involvement in public service includes a role as an NG-CDF member at the Kangema Constituency office. Concurrently, she has showcased her business acumen as the Business Operator and Manager of her establishment in Kangema Town for over a decade. Ms. Macharia is currently pursuing a Bachelor's Degree in Political Science at Murang'a University. She also serves as the Chief Executive Officer, at Wagathoni's Traders.</p> <p data-bbox="730 1106 1428 1249">She was appointed as a Council Member (Non-Executive) to NEPAD/APRM Kenya Secretariat National Governing Council on 29th September 2023. She is the Chair of the Audit committee.</p>


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Ref.	Council	Details
4.	 <p data-bbox="309 719 600 745">Ms. Habon Billow Farah</p>	<p data-bbox="735 342 1433 589">Ms. Habon Billow Farah was born on 31st December, 1976. She holds a Bachelor of Science degree in Human Resource Management from Kenya Methodist University and a diploma in Human Resource Management from Moi University. Committed to continuous learning, she has augmented her academic qualifications with specialized training and workshops to enrich her knowledge and expertise.</p> <p data-bbox="735 618 1433 1182">Additionally, Ms. Habon has participated in various training programs, including; Best Practice for Finance, Administration, and Budget at KCA University, Effective Director, Executive Programme at Strathmore Business School, Harnessing Change for Organizational and Personal Growth at the Institute of Certified Public Accountants of Kenya (ICPAK), Enterprise Risk Management at ICPAK, and Corporate Governance at the Centre for Corporate Governance. With a notable career trajectory, Ms. Habon has held key appointments as a Director at Kenya Pipeline Co Ltd and as a member of the Tax Appeal Tribunal. In these roles, she demonstrated proficiency in managerial duties, business operations, organizational development, human resource management, and effective leadership. Her accomplishments include significant contributions to the fields of organizational development and human resource management.</p> <p data-bbox="735 1211 1433 1525">As a certified member of the Institute of Human Resource Management (IHRM), Ms. Habon brings a rich expertise to her roles. Her focused and effective approach to teamwork is complemented by strong management and organizational skills. Consequently, her excellent public relations skills make her adept at working with individuals from diverse backgrounds. Ms. Habon Billow Farah stands as a dedicated professional who excels in delivering impactful results and contributing to the success of the organizations she serves.</p> <p data-bbox="735 1554 1433 1655">She was appointed as a Council Member (Non-Executive) to NEPAD/APRM Kenya Secretariat National Governing Council on 29th September 2023.</p>



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Ref.	Council	Details
5.	 <p data-bbox="304 745 592 775">Mr. Joseph Kimutai Boit</p>	<p data-bbox="730 338 1433 589">Mr. Kimutai Boit was born on 29th September, 1967 .He is a distinguished individual currently undertaking a PhD in Project Planning and Management. He has a Master's degree in Project Planning and Management from The University of Nairobi and a Bachelor of Business Management degree in Purchasing and Supplies from Moi University. Mr. Boit holds a certificate in mediation, further enhancing his skill set.</p> <p data-bbox="730 613 1433 969">Certified as a Governance Trainer at Globe Wide Management Consultants, Mr. Boit has successfully facilitated numerous training programs, showcasing his expertise. Serving as an Adjunct Faculty at the University of Eldoret, he has a wealth of experience in banking and finance, amassing over 20 years in the industry. His prior management positions at KCB Bank underscore his leadership acumen. Born on 29th September 1967, Mr. Kimutai Boit actively contributes to the community by serving as a Board Member of AIC Chebara Girls and Kimumu Secondary Schools since 2019.</p> <p data-bbox="730 994 1433 1133">He was appointed as a Council Member (Non-Executive) to NEPAD/APRM Kenya Secretariat National Governing Council on 29th September 2023. He is the Chair of the Technical committee of the Council.</p>
6.	 <p data-bbox="304 1585 528 1615">Ms. Rusiana Mitau</p>	<p data-bbox="730 1162 1433 1518">Ms. Rusiana Mitau, was born in 6th June 1976.She is a highly accomplished professional holding a Master of Science Degree in Leadership from Grand Canyon University in Phoenix, AZ, USA, and a Bachelor of Science degree in Information Sciences from Moi University. Complementing her academic achievements, she has undergone additional training and gained extensive experience in strategic planning, performance management, finance for non-finance managers, and managing results. Her dedication and enthusiasm lie in the realm of strategic leadership and change management.</p> <p data-bbox="730 1543 1433 1861">Ms. Mitau boasts over 20 years of collective experience as a seasoned corporate business manager. Her expertise spans publishing and organizational leadership, general management, business operations, organizational development, financial management, human resource management, communications, and strategic leadership. Currently serving as the Chief Executive Officer at Phoenix Publishers Limited, she continues to exhibit a profound commitment to excellence in her professional journey.</p> <p data-bbox="730 1886 1433 1953">He was appointed as a Council Member (Non-Executive) to NEPAD/APRM Kenya Secretariat National Governing</p>

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Ref.	Council	Details
		Council on 29th September 2023. She is the Chair of the Finance and Administration committee of the council.
7.	 <p data-bbox="309 878 577 904">Mr. Benson K. Kimani</p>	<p data-bbox="735 434 1437 752">Mr. Benson K. Kimani was In the State Department, he is the Director of the Central Planning and Project Monitoring Directorate. With over 32 years of experience in the Public Sector in Kenya, he has extensive experience in public sector development planning and coordination at the national and sub-national levels. Moreover, he has actively participated in the preparation of key documents such as the Medium-Term Plans of Kenya Vision 2030 as well as spearheading the production of various guideline documents on integrated county development.</p> <p data-bbox="735 779 1437 1133">Mr. Kimani holds a Master of Arts degree in Economic Policy Management from Makerere University and a Bachelor of Arts degree in Economics from the University of Nairobi. He is also a certified Project Management Professional (PMP). Consequently, Mr. Kimani attended various courses including the Strategic Leadership Development Programme (KSG-Kenya); Monitoring and Evaluation of Public Sector Projects and Programmes (University of East Anglia, Norwich); and Integrated and Sustainable Coastal Development (Gothenburg University, Sweden). He was born in 1965.</p> <p data-bbox="735 1160 1437 1258">He was appointed as an alternate Member of the Council representing the Principal Secretary, State Department for Economic Planning to NEPAD/APRM Kenya Secretariat.</p>




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Ref.	Council	Details
8.	 <p data-bbox="304 719 676 748">Ms. Penninah Mukami Njung'e</p>	<p data-bbox="730 342 1433 479">Ms. Penninah N. Mukami is a Principal Economist at the National Treasury and Economic Planning was appointed as an alternate member of the board representing the Principal Secretary of the National Treasury.</p> <p data-bbox="730 510 1433 647">Ms. Mukami has over 14 years of experience in the public sector having served in various government ministries and departments as a District Development Officer in several former districts (Nyeri, Kirinyaga East, and Githunguri).</p> <p data-bbox="730 678 1433 741">Additionally, she has served in various capacities in committees and taskforces in the Government of Kenya.</p> <p data-bbox="730 772 1433 938">She is adept in resource mobilization and donor-funded projects. Ms. Mukami is an expert in Macroeconomics and holds a Master of Arts Degree in economics from the University of Nairobi and a Bachelor of Arts degree in Economics and Statistics from Egerton University.</p> <p data-bbox="730 969 1433 1066">She was appointed as an alternate Member of the Council representing the Principal Secretary, The National Treasury and Economic Planning to NEPAD/APRM Kenya Secretariat</p>
9.	 <p data-bbox="304 1498 512 1527">Mr. James Maina</p>	<p data-bbox="730 1099 1433 1375">Mr. James Maina was born on appointed as an Alternate member of the council to represent the Principal Secretary, State Department for Economic Planning. He is the Director of Planning, Macroeconomic Planning and International Economic Partnerships in the State Department for Economic Planning. He joined the Council in January 2020 to 2022 and re-joined in April, 2024. He is a member of both Technical; and Finance and Administration Committees.</p> <p data-bbox="730 1406 1433 1794">Mr. James Maina is a career civil servant with over 27 years of working experience in Macroeconomic Planning and International relations. He holds both Masters and Bachelor's degrees in Economics from University of Nairobi. He has also attended short courses in strategic leadership management; Global World Trade Organisation (WTO) negotiations; private sector driven regional development; performance management with balanced score card; fiscal decentralization; managing market economies in a globalizing world; management of South- South and Triangular Cooperation; and external resources management among others.</p> <p data-bbox="730 1825 1433 1921">James has been instrumental in coordinating preparation of the Third and Fourth Medium Term Plans (MTP III and MTP IV) of the Kenya Vision 2030. He has also coordinated country</p>



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Ref.	Council	Details
		<p>reporting on Africa Agenda 2063 First Ten Year Implementation Plan (FTYIP).</p> <p>He has built expansive experience in National Development Planning, implementation, monitoring, reporting and evaluation; Economic Policy Formulation; Budgeting and Budget Execution; Strategic Planning; Management of Performance Contracting; Negotiations for Multilateral and Bilateral Cooperation Frameworks; Conference/Convention Coordination, Management and Logistics as well as Management of South-South and Triangular Cooperation.</p> <p>He was appointed as an alternate Member of the Council representing the Principal Secretary, State Department for Economic Planning to NEPAD/APRM Kenya Secretariat.</p>
10.	<div data-bbox="300 913 628 1272" data-label="Image"> </div> <p data-bbox="308 1279 675 1361">Amb. Dr. Samori Okwiya, PhD Chief Executive Officer</p>	<p>Amb. Dr. Samori Okwiya joined NEPAD/APRM Kenya Secretariat as the Chief Executive Officer on 1st December 2020. As the CEO he is responsible for running all facets of the Secretariat to achieve the Secretariats' goals, objectives, and agreed performance targets. Amb. Dr. Okwiya has a proven executive management track record and over 20 years of experience in the public, private, and non-profit sectors. Prior to joining NEPAD/APRM Kenya Secretariat, Amb. Dr. Okwiya was the High Commissioner/Ambassador Plenipotentiary of the Republic of Kenya to Malaysia with multiple accreditations to Indonesia, the Philippines, and the Sultanate of Brunei. As Kenya's envoy, he enhanced the bilateral diplomatic relations between Kenya and the countries he was accredited to, increased visibility and awareness of Kenya's potential in trade and economic diplomacy in South East Asia. Amb. Dr. Samori Okwiya has earned a Doctor of Philosophy (Ph.D.) in Management from the Binary Graduate School, Binary University. He matriculated through a Master's program in Management and Organizational Development and pursued a baccalaureate Degree in Business Administration at the United States International University.</p>




2. Key Management Team

Ref No.	Management	Details
1.	 <p>Amb. Dr Samori A. Okwiya, PhD. PhD-Management, MSc. Management & Organisational Development, BSc. Business Administration</p>	Chief Executive Officer
2.	 <p>Mr. Peter Kimemia B.A, PGDip (Diplomacy) M.A (Economics), MSocSci (Rural Development)</p>	Director, APRM & Governance
3.	 <p>Dr. Rose Kitur, PhD., FKIP PhD. Public Policy and Administration (Policy Analysis), MA(Planning) Urban Regional Planning, BA (Geography and Sociology)</p>	Director, NEPAD Programmes




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Ref No.	Management	Details
4.	 <p>CHRP, Maxwell Zange Okoth MBA (HRM), BCOM, Dip (Management), IHRM.</p>	<p>Director, Corporate Services</p>
5.	 <p>CPA Miriam N. Sindiyo B.A. (Eco), MSC (Finance)</p>	<p>Deputy Director, Accounts</p>

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Ref No.	Management	Details
6.	 <p>Ms. Stellamaris Ndeng'e Dip (HRM); HND (HRM); BBA (HRM); MBA (Strategic Management), IHRM</p>	<p>Deputy Director, Human Resource Management and Development</p>
7.	 <p>CPA Rhodah Chepngetich BBM, (Finance and Banking)</p>	<p>Manager, Internal Audit</p>
8.	 <p>CIPS Monicah C. Kilach</p>	<p>Senior Supply Chain Management Officer</p>

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Ref No.	Management	Details
	BA(Economics)	
9.	 <p>Ms. Hellen W. Muthoni LLB;PGDip (Law), MA (Diplomacy)</p>	Senior Legal Officer
10.	 <p>Ms Caroline K Ndwiga B Com (Finance, CPA)</p>	Finance Officer I
11.		Senior Public Relations and Corporate Communications Officer

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Ref No.	Management	Details
	<p>Mr. Frankline Kaburu B.A. (Comm); Dip (Project Planning), MA (Project Planning and Management)</p>	
12.	<div data-bbox="354 607 756 1010" data-label="Image"> </div> <p>Mr. Francis Omondi MSc. GIS & Remote Sensing, BSC. Information Sciences, Google Network & Systems Security Certificated</p>	Senior ICT Officer

3. Chairman's Statement

It is with great pleasure that I provide this foreword to the Annual Report and Financial Statements FY 2023/24 for NEPAD/APRM Kenya Secretariat following my assumption of office on the 14th of June 2024.

At the start of the financial year, the Council was not fully constituted. However, on the 28th of September 2023 the President appointed five (5) independent members who joined two alternates for the Principal Secretary, National Treasury, and the Principal Secretary, State Department for Economic Planning. We take pride in the Council's composition, with its wide range of perspectives, experience, skills, inclusivity and gender balance. This demonstrates a great commitment from the appointing authority to ensure that the Council effectively executes its mandate of providing wise guidance to management. The Council fully supports management in its strategic planning for sustainable development and promotion of good governance.

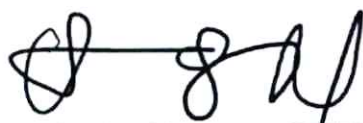
This Annual Report and Financial Statements highlights the excellent results showcased by the Secretariat. Key among these is the advancement of good governance. The Secretariat cascaded the peer review mechanism to the County level through the County Peer Review Mechanism (CPRM). This initiative has been embraced by Governors in various Counties as a way of showcasing their achievements and providing an avenue for adopting best practices from their peers.

On sustainable development, the Secretariat is at the forefront of mainstreaming Africa Union's (AU) Agenda 2063 into national plans and policies. Under the African Union Programme for Infrastructure Development in Africa (PIDA), the Secretariat coordinated activities to support the establishment of a regional coordination mechanism for the LAPSET Corridor Programme in the three footprint countries; Kenya, Ethiopia and South Sudan. The Secretariat also facilitated the rollout of the Skills for Africa Initiative where Kisumu and Kisii National Polytechnics are beneficiaries of grants from AUDA NEPAD.

I extend my gratitude to the CEO, Amb. Dr. Samori Okwiya for leading the management team in executing the Secretariat's mandate and achieving the year's strategic goals in a splendid manner. My colleagues in the Council have also played a significant role, adding exceptional value to the Secretariat since their appointment. I would also like to acknowledge the contribution of all the employees which has enabled the Secretariat to scale great heights and deliver on their strategy.

We appreciate the Government's support in financing the Secretariat through the National Treasury and the State Department for Economic Planning. As the Council explores other avenues of resource mobilisation, we urge the exchequer to provide further support to enable us to optimally execute the mandate of the Secretariat for the benefit of the country and Africa at large.

Signed By:



H. E. Sospeter Odeke Ojaamong, MGH
CHAIRMAN, National Governing Council

4. Report of the Chief Executive Officer

I am delighted to present the Annual Report and Financial Statement for the NEPAD/APRM Kenya Secretariat for the year that ended on 30th June 2024. This is in accordance with Section 81 of the Public Finance Management Act (PFM) 2012.

During the year under review, the Secretariat implemented numerous programmes as mandated on sustainable development and the promotion of good governance, aimed at improving livelihoods and the overall welfare of all Kenyans. The Secretariat sought to address the challenges that the economy continues to face and also made attempts to bolster resilience and build on the successes realized previously. These programmes are anchored on the African Union Agenda 2063 and aligned with the Government's transformation Agenda – the Bottom-up Economic Transformation Agenda (BETA).

The Secretariat's strategic interventions were anchored on collaborations and partnerships implemented through various priority sectors under BETA. The interventions leveraged three priority sectors under BETA, namely; Agricultural Transformation and Inclusive Growth; Improving Education outcomes; and Improving Governance and Sustaining the Fight against Corruption.

In matters of Agricultural Transformation and Inclusive Growth, a priority under BETA, the Secretariat coordinated the implementation and reporting on the Comprehensive Africa Agriculture Development Programme (CAADP) at the African Union Summit in January 2024 and prepared a high-level brief for use by H.E. President William Ruto at the CAADP side event during the 37th Session of the African Union (AU) General Assembly. In addition, the Secretariat jointly with the CAADP national task team deliberated on possible strategies to enhance CAADP impact in the country as well as Kenya's position on Post Malabo framework.

Under the priority area of improving employability skills for youth, the Secretariat coordinated consultative meetings that culminated in the signing of grant financing agreements to pave the way for commissioning the Skills Initiative for Africa (SIFA) project in Kisumu and Kisii National Polytechnics.

In the promotion of good governance and ensuring the sustained fight against corruption, the Secretariat commissioned various initiatives aimed at promoting improved service delivery and strengthening accountability mechanisms at both levels of government. A landmark intervention in this regard was the County Peer Review Mechanism, an initiative where County Governors peer review one another with the goal of enhancing service delivery across counties. This initiative provided a structured framework for stakeholders to offer constructive feedback which is then used by the counties to identify areas of improvement. As the first of its kind in Africa, the initiative saw, over 12 County governors peer-reviewed after acceding to the mechanism and were facilitated to prepare their self-assessment reports. These self-assessment reports were greatly enriched by the stakeholder inputs secured from the Focus Group Discussions and Key Informant Interviews. The Focus Group Discussions gave an opportunity for the community members at ward level to give their perceptions and insights on governance issues around the 14 devolved functions in the Counties.

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In addition to the above, the Secretariat, launched and disseminated the inaugural National Governance Report (NGR) report across the country, during the FY 2023/24. The NGR offered a comprehensive assessment of the country's governance landscape and acknowledged positive developments such as successful democratic elections and a peaceful transition of power. This notwithstanding, the Report highlighted concerns like political polarization and emphasized the importance of inclusivity.

Report of the Chief Executive Officer Cont.

On the financial aspect, during the financial year under review, the Secretariat's allocation increased from Kshs. 271.7 million in FY 2022/2023 to Kshs.360.1 million; indicating an increase of 32.6%. Consequently, the Secretariat allocation was 100% drawn from the National Treasury, State Department for Economic Planning. As a result, the funds to the Secretariat facilitated the execution of its activities in line with its Strategic Plan and workplan for the year.

Finally, I take this opportunity to express deep appreciation to all stakeholders for the support that we have received financially and technically. I thank the Council members for the strategic direction they have provided and the management and staff for their support.

Signed By:



Amb. Dr Samori Okwiya, PhD

CEO, NEPAD/APRM KENYA SECRETARIAT

5. Statement of Performance against predetermined objectives for FY 2023/24

NEPAD /APRM Kenya Secretariat has Six (6) strategic issues within the current Strategic Plan for the FY 2023/2024-2027/2028.

These strategic issues are as follows:

- Issue 1: Enhanced Inclusive Growth
- Issue 2: Enhanced Sustainable Development
- Issue 3: Mainstreamed Implementation and reporting of AU Agenda 2063
- Issue 4: Improved service delivery
- Issue 5: Entrenched good governance
- Issue 6: Effective participation and implementation of AU Resolutions

The Secretariat develops its annual work plans based on the above six (6) Issues. Assessment of the Council's performance against its annual work plan is done on a quarterly basis. The Secretariat achieved its performance targets set for the FY 2023/2024 period for its six strategic issues, as indicated in the table below:

S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
1	Enhanced Inclusive Growth	To promote regional integration	Regional joint technical committee meeting held and signed TORs.	Coordinate the formulation LAPSSET Regional Coordination Mechanism	Regional joint technical committees meeting held where TORs for regional joint technical committee were signed.
			Programme and theme for the 4 th Ministerial Meeting	Preparations for the Joint ministerial meeting.	Adoption of Programme, theme for the 4 th Ministerial Meeting.

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S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			A roadmap for implementation of the resolution of the 3 rd Juba Ministerial Council meeting	Coordinated and co-hosted the LAPSSET Technical Committee meeting	Roadmap for implementation of the resolution of the 3 rd Juba Ministerial Council meeting
			Status report on the implementation of LAPSSET in Kenya and draft policy briefs	Monitoring of LAMU Corridor (Lamu-Garissa-Isiolo-Moyale) Port-Moyale Corridor	Status Report
			Status report submitted	Coordinated the preparation of PICI Status Report.	Prepared the report and presented to the PICI committee
		To enhance Natural Resources, Governance & promote agriculture and Food Security Programmes	High-level brief	Preparation of the high-level brief for H.E President William Ruto jointly with the Ministry of Agriculture and Livestock	· Brief prepared and forwarded to the Ministry of Foreign and Diaspora affairs for use by H.E at the 37 th Session of the African Union General Assembly

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S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			Report	Joint Consultative workshop with CAADP National Task team on Post Malabo framework	Developed strategies for enhancing impact of CAADP in Kenya
2	Enhanced Sustainable Development	To strengthen AUDA NEPAD programmes on Human Capital Development and Institutional Development	Signed grants Financing agreement	Coordinated the partners for the implementation of SIFA	<ul style="list-style-type: none"> Signing of grant financing agreement by The National Treasury and AUDA NEPAD for Kisumu and Kisii National Polytechnics
			No. of MOUs signed with partners	Built Partnerships for women's economic empowerment	<ul style="list-style-type: none"> Signed the MOU between the Secretariat and the University of Nairobi

S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
				Held work session with the University of Nairobi.	Developed Joint Concept paper, MOU and Needs assessment tool with the University of Nairobi for rolling out women's economic empowerment programme
				Preparation for Midwifery baseline survey to support the rollout of AUDA NEPAD pilot programme	Developed a Concept paper on undertaking a midwifery baseline survey, Tools for a baseline survey and Criteria to establish a Center of Excellence
2		To facilitate implementation of AUDA NEPAD programmes on Industrialization, Science, Technology and Innovation	No of proposals submitted for consideration to AUDA NEPAD	Preparation of proposals for submission for consideration of Centres of Excellence by AUDA NEPAD	Proposals Submitted to AUDA-NEPAD: The Technical University of Mombasa to be considered as a CoE for Blue

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S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
					Economy Studies and Research The Kenya School of Government to be considered as the African Union School of Government and Centre of Excellence on Human Capital and Institutions Development for Delivery of African Union Agenda 2063
3	Mainstreamed Implementation and reporting of AU Agenda 2063	To promote implementation reporting and realization of AU Agenda 2063	No. of AU Agenda 2063 framework document printed and put in flash disks	Printing of the AU Agenda 2063 framework documents and dissemination to CoG	Printed 500 of the AU Agenda 2063 framework document and shared a link of the soft version
				Develop a concept Paper/ Proposal for AU Agenda 2063 documentary	Concept paper /Proposal for documentary

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S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
				Develop Terms of Reference for developing Agenda 2063 documentary	Terms of Reference for Developing Agenda 2063 documentary developed
			No. of AU Agenda 2063 framework document printed and put in flash disks	Preparation of a framework for coordinating implementation of AU Agenda 2063	Draft framework for coordinating implementation of Agenda 2063
			Surveys report on Agenda 2063.	Carried out an Online Baseline Survey on the level of awareness of AU Agenda 2063	Online Survey was undertaken and a survey report prepared.
					Policy brief on the level of awareness developed

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S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
		To enhance High Level Participation in AU Summit and AUDA NEPAD Statutory Meetings	No of briefs of prepared for AU Summits, AUDA-NEPAD statutory committee meetings and other engagements forums	Prepared and submitted high-level briefs for use by H.E the president the 41 st session of the Head of State and Government Orientation Committee (HSGOC)	High-level briefs for use by H.E president forwarded to Head of Public Service
			Summary of the Outcome document	Attended the 41 st Session of the AUDA-NEPAD Heads of State and Government Orientation Committee (HSGOC) meeting held virtually.	HSGOC Outcome document was obtained and summary prepared and forwarded to the Head of Public Service through the PS and CS
			Position Paper	Prepared Kenya's position paper on the proposed AUDA NEPAD National footprint structure	Kenya's position on AUDA NEPAD footprint structure endorsed and transmitted to AUDA NEPAD by the Cabinet Secretary

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S/No	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			Presentation made during the retreat	Participated in the Steering Committee Meeting convened by AUDA NEPAD to discuss AUDA NEPAD national foot print structure and strategy for accelerating implementation of Agenda 2063	Shared Kenya's experience in operating a national Secretariat with participants.

APRM & GOVERNANCE DIRECTORATE

S/No.	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
1	Improved service delivery	To facilitate implementation of the County Peer Review Mechanism (CPRM)	No. of Counties/ entities	Capacity-build the Counties and other partners on the Implementation of the County Peer Review Mechanism (CPRM) and other Peer Review Initiatives.	a) 29 Counties Sensitized (Topics under discussion were on the Mandate of the Secretariat; the APRM Process and benefits; CPRM Rationale, Justification, Process, Partners, and benefits.) b) Research teams trained on the relevant CPRM tools to be administered to County Executives (County Secretary, CECMs, and COs), Political Class (Governor, Deputy Governor, Senator, MP, Women Rep., MCAs), and General Public covering all the 14 devolved functions

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S/No.	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			No. of Induction/ Sensitization Reports	Induction/ Sensitization of CPRM Panel of Eminent Persons	One (1) Sensitization and induction on the CPRM done to the panel members including Rtd. Arch. Eliud Wabukala, Prof. Olive Mugenda, Dr. Josephine Kulea, Dr. Wanjiru Kamau, Amb. Dr. John Kakonge, Pete Ondeng, Amb. Rukia Subow, Commissioner, Salesa Adano, MBS, Dr. Hassan Bashir.

S/No.	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			No. of County Self-Assessment Reports	Coordinate the preparation of the County Self-Assessment Reports	12 County Self-Assessment Reports developed and shared with the Secretariat by 12 Counties including (Nyeri, Machakos, Makeni, Mombasa, Bungoma, TransNzoia, Nandi, Elgeyo Marakwet, Busia, Siaya, Kakamega and Vihiga) This covered the 400 wards (42,000 participants) in the 12 Counties covering all the segments of the society including Youths, Women, PWDs, Academia, Farmers, Bodaboda riders etc

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S/No.	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			No. of County Review Reports	Support Preparation of the County Review Reports	12 County Review Reports developed (Nyeri, Machakos, Makueni, Mombasa, Bungoma, TransNzoia, Nandi, Elgeyo Marakwet, Busia, Siaya, Kakamega and Vihiga) The 12 CRR was validated by the CPRM Panel of eminent persons in all the Sub-Counties in the 12 above listed Counties.
			No. of Summits	Facilitate County Peer Reviews at the National Summit	The Summit was scheduled for 26th June 2024 but due to unavoidable circumstances it was postponed to 7th August 2024

S/No.	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			No. of MoUs/MoAs	Forge strategic Partnerships and engage national and regional agencies	1 drafted and awaiting signing upon confirmation by the South African Local Government Association (SALGA) based in South Africa who are to visit Kenya for the Official signing ceremony.
2	Entrenched good governance	To ensure the prioritization of the APRM commitments in the National Planning Frameworks	Percentage of Key APRM Commitments Incorporated into National Development Plans	Participate in the Planning processes for MTPs	The Secretariat keenly followed the implementation of the commitments and developed the APR for submission by H.E. The President in the February 2024 APR Forum Summit of Heads of State and Government. H.E. The President's Brief and Statement developed

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S/No.	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			No. of Progress Reports	Monitor and Evaluate progress in the implementation of the NPoA	Draft Progress Report developed. To be updated further ahead of the Feb, 2025 AU Summit at which H.E the President will present it to his peers.
			No. of Annual Progress Reports	Participate in the development of the SDEP Annual Progress Reporting workshops	An Annual draft Progress Report developed in collaboration with SDEP.
3	Effective participation and implementation of AU Resolutions	To Promote domestication of AUs Resolutions on APRM and NEPAD in Kenya	Report Launch	Launch National Governance Report (NGR)	Inaugural Launch of the first African National Governance Report done
			No. of Counties Covered	Dissemination of the NGR	Organized 14 dissemination workshops in 14 Counties. 420 persons from all the segments of the society sensitized on the content of the NGR.

S/No.	Strategic Issues	Objective	Key Performance Indicators	Activities	Achievements
			No. of consolidated reports	Track Key Governance Indices & Prepare Status Reports	One (1) Consolidated Status Report Developed
					Three (3) Key Governance Indices were analyzed (Mo-Ibrahim, CPI and HDI)
		To facilitate effective high-level participation in APRM & AUDA-NEPAD engagements	No. of Outcome Documents/Communiques	Participate in the AU-APRM Statutory meetings and follow up on implementation of feasible Resolutions	Five Outcome /Communique.
			Percentage of the Total Number of Resolutions/ Decisions.	Participate in the AU-APRM Statutory meetings and follow up on implementation of feasible Resolutions	100%

6. Corporate Governance Statement

NEPAD/APRM Secretariat recognizes that sound corporate governance enables organizations to achieve their set objectives, make informed decisions, manage risks and ensure compliance. As such, there has been keen interest in complying with corporate governance guidelines stipulated in the Code of Corporate Governance for State Corporations – *Mwongozo Code*. In line with this, the Secretariat carries out its mandate with the National Governing Council responsible for strategic guidance and oversight. With an aim of fostering transparency, disclosure and safeguarding the interests of all stakeholders, the Secretariat has put in place relevant systems and processes.

Secretariat Council Membership

As at 30th June 2024, the Secretariat had eight (8) Council members. Six (6) Council members were appointed by H. E the President through Gazette Notice No. 13096 on 27th September, 2023 for a period of three (3) years with effect from the 29th September, 2023. They joined two alternate members representing the Principal Secretary of the National Treasury and Principal Secretary, State Department for Economic planning. They held their first meeting on 15th January, 2024 during which standing Committees were constituted. These are the three (3) standing Committees that support the full Council; the Technical Committee, the Finance & Administration Committee and the Audit Committee.

The Chairperson, H.E. Sospeter O. Ojaamong MGH, joined the Council through his appointment vide Gazette Notice no. 7199 dated 14th June, 2024. The table below illustrates the Committees' composition.

Technical Committee	Finance & Administration Committee	Audit Committee
<ul style="list-style-type: none"> • Mr. Joseph Kimutai Boit (Chairperson) • Ms. Rusiana Mitau (Member) • Mr. James Maina (Member) (Replaced Benson Kimani in April, 2024) 	<ul style="list-style-type: none"> • Ms. Rusiana Mitau (Chairperson) • Ms. Habon Billow Farah (Member) • Mr. James Maina (Member) (Replaced Benson Kimani in April, 2024) 	<ul style="list-style-type: none"> • Ms. Jane Wanjiku Macharia (Chairperson) • Mr. Francis Habara Moroto (Member) • Mr. Joseph Kimutai Boit (Member) • Ms. Penninah Mukami N. (Member)

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Corporate Governance Statement cont.

The Council holds meetings as guided by Mwongozo and the Council's charter. Committee meetings are held before the full Council meeting. Special Council meetings may be held to address emerging and urgent matters.

The table below illustrates the number of meetings attended by the Council in the FY 2023/24.

S/No	Council Member	Full Council (including Special meetings)	Technical Committee	Finance & Administration Committee	Audit Committee
1	H.E. Sospeter O. Ojaamong	-	-	-	-
2	Mr. Joseph Kimutai Boit	3	2	-	3
3	Ms. Rusiana Mitau	3	2	2	-
4	Ms. Jane Wanjiku Macharia	3	-	-	3
5	Mr. Francis Habara Moroto	3	-	-	3
6	Ms. Habon Billow Farah	3	-	2	-
7	Ms. Penninah Mukami N.	2	-	-	3
8	Mr. James Maina	-	-	-	-
9	Mr. Benson K. Kimani	2	1	1	-

Council Charter

The Charter is a critical corporate governance tool of the Council which documents its composition, roles and responsibilities. This ensures the effectiveness of Council member's contribution to the governance of the institution by facilitating independent judgement, decision making and professional competencies.

In the performance of its functions as stipulated in the Gazette Notice 4651 of 2016 that establishes the Secretariat, the Council:

- Seeks policy guidance and direction from the NEPAD/APRM Focal Point, the Cabinet Secretary for National Treasury and Planning;
- Holds quarterly meetings and such additional meetings in such places and at such times as the Council shall consider necessary for the proper discharge of its functions;
- Carries out or causes to be carried out such studies or research as may inform the activities of the NEPAD and the APRM in Kenya; and
- Has powers for the proper execution of its mandate, including the power to regulate its procedures.

Corporate Governance Statement cont.

Role of the Council

1. The Council offers strategic guidance, leadership and control of the Secretariat activities by clearly defining the strategic purpose, objectives and values; evaluates the strategic direction and adopts the annual work plans to support the management operations at the Secretariat.
2. The Council constitutes and reviews the structure of the NGC Committees and approves reports and performance of each Council Committee. It also approves the Quarterly and Annual Reports and Financial Statements.
3. The Council assesses the performance of the Management against targets and objectives as set out in the Secretariat's Strategic Plan as well as against international best practices.
4. The Council considers and gives consent to the Secretariat's overall budget and specific proposals for capital expenditure and acquisitions and strategic opportunities.
5. The Council ensures the availability of adequate resources for the achievement of the Secretariat's objectives.
6. The Council reviews succession planning for the management team and approves senior executive appointments, organizational changes and remuneration.

Induction and training

The Secretariat has an elaborate framework to ensure that the Council effectively carries out its mandate. Newly appointed members are taken through a detailed programme to familiarise themselves with the operations of the Secretariat. Relevant background materials are provided and a formal meeting is organized for interaction with Senior Management. For continuous improvement, topical courses and trainings are organized at the Committee level for the members to enhance their oversight role.

During the year under review, the Council members undertook induction after their appointment facilitated by the Kenya School of Government in December 2023.

Conflict of Interest

Council members are required to disclose all interests in any ventures, contracts, or arrangements which come to their attention, whether directly or indirectly, and which may give rise to any actual or potential conflict of interest.

During the year under review, there was no conflict of interest declared.

NGC Members Remuneration

During every Council meeting, present Council Members are entitled to a sitting allowance and mileage reimbursement where applicable within Government set limits for State Corporations.

No.	Allowance	Chairperson	Board Member
1	Honoraria	Kshs 80,000 per month	N/A

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2	Sitting	Kshs 20,000 per sitting	Kshs 20,000 per sitting
3	Accommodation	Kshs 18,200 per night	Kshs 18,200 per night
4	Airtime	Kshs 7,000	N/A
5	Transport	Determined by the prevailing Government Guidelines	Determined by the prevailing Government Guidelines
6	Personal Accident Cover (Not life)	Procured competitively	Procured competitively
7	Medical expenses	Inpatient- Kshs 2 million per annum Outpatient- Kshs 100,000 per annum Last expenses (Self)- Kshs 100,000	Inpatient- Kshs. 2 million per annum Outpatient- Kshs. 100,000 per annum Last expenses (Self)- Kshs 100,000

Code of Ethics

The Council is committed to high standards of integrity, behaviour and ethics. Council Members are expected to avoid activities and financial interest, which could give rise to conflict of interest with their responsibilities.

Communication Policy and Whistle-Blowing

The Secretariat has prioritized the Communication Strategy and included whistle-blowing Policy as an element in Human Resources Policies.

Governance Audit

In terms of evaluation, plans are undertaken to have members undergo a sensitization forum on performance evaluation before each one of them is evaluated after being in office for at least one year. As stipulated in the *Mwongozo Code of Conduct* requires public Institutions to carry out an annual governance audit. During the period under review, the Secretariat did not carry out the governance audit since the Council took up their role in September 2023.

7. Management Discussion and Analysis

a) Operational Performance

NEPAD Programme Directorate

During the financial year 2023/24, the New Partnership for Africa's Development (NEPAD) Programmes Directorate executed the following activities which were in line with the approved workplan. The achievements have clustered along the four thematic areas of the African Union Development Agency (AUDA-NEPAD).

1) Regional Integration, Infrastructure (Energy, Water, ICT, Transport) and Trade

a) Preparation for the African Union Mid-Year Summit

- i. The Secretariat supported the continental Secretariat in organizing Programme for Infrastructure Development in Africa (PIDA) side events during the AU Mid-year Summit held in Nairobi Kenya.
- ii. Evaluation of United Nations Economic Commission for Africa (UNECA) support to South Sudan to mainstream the LAPSSET corridor development. The team prepared guiding notes and briefs for evaluation.

b) Handover of Hosting of 4th Ministerial in Kenya

The Secretariat participated during the handover of the chairmanship of the LAPSSET ministerial council committee by the Minister of Transport South Sudan to the Minister for Roads and Transport Kenya. The handover ceremony was held at the Ministry of Roads and Transport headquarters in Nairobi.

c) Presidential Infrastructure Champion Initiative (PICI) Africa-Wide Presidential Inter-Ministerial Committee Meeting

The Secretariat attended the PICI Committee meeting held virtually on the 13th of February 2024. During the meeting, the Secretariat presented a progress report on PICI and the Status report for the LAPSSET corridor in Kenya.

Management Discussion and Analysis Cont.



Staff of NEPAD directorate attending a virtual PICI Ministerial Committee meeting.

d) Co-hosted the first LAPSSET Regional Joint Technical Committee meeting

The first regional technical committee jointly hosted by the Secretariat and the UNECA was held in Nairobi. Members of the technical committee from South Sudan, Ethiopia and Kenya attended. During the meeting, the Terms of Reference (TOR) for the regional Joint Technical Committee was signed.

e) Monitoring of the LAPSSET Corridor

The Secretariat is mandated to coordinate the implementation and reporting on all PIDA and PICI programmes in the country. The Secretariat conducted a monitoring exercise of the LAPSSET (Lamu Port – Isiolo – Moyale) Corridor. During the exercise, the Secretariat was accompanied by officials from agencies implementing components along the corridor who were able to provide real-time status updates of the components. The components inspected include: Lamu Port; link roads between Lamu to Moyale; Isiolo International Airport and the One Stop Border Post in Moyale. the output from the monitoring is a monitoring Report and Policy brief.

Management Discussion and Analysis Cont.



*Delegates during the LAPSSET Monitoring at the Lamu Port led by CEO, NEPAD/APRM
Amb. Dr. Samori Okwiya.*

f) Preparatory Meetings for the 4th LAPSSET Ministerial Council Meeting

The Secretariat coordinated and participated as members of the National task team in the LAPSSET Ministerial Council preparatory meetings. The agenda of the meetings were held to prepare for the 4th LAPSSET Ministerial Council meeting which Kenya is scheduled to host.

g) The Africa Continental Power Systems Masterplan a blueprint of the Africa Single Electricity Market

The Secretariat supported AUDA NEPAD in organizing an Africa Continental Power System Masterplan (CMP) and Africa Single Electricity Market (AfSEM) meeting in Nairobi, Kenya. CMP and AfSEM were adopted as Agenda 2063 flagship projects during the 37th Ordinary Session of the Assembly of Heads of State and Government of the African Union, convened between 17th and 18th February 2024. The meeting explored how CMP will be a key contributor to Africa's socio-economic transformation and the need for deepening cooperation amongst development partners to mobilize resources for the CMP and AfSEM.

AUDA NEPAD aims to mobilize resources to pilot a Community Based Hybrid Model for Rural Electrification. Kenya is a pilot country for the initiative due to its commendable advancement and success in the rural electrification programme.

2) Human Capital and Institutions Development (Skills, Youth Development and Women Empowerment)

a) Support the implementation of SIFA Programmes in Kenya

The Secretariat coordinated consultative meetings with the National Treasury, State Department of Technical and Vocational Education and Training and officials from AUDA NEPAD continental Secretariat aimed at fast-tracking the release of grants to Kisumu and Kisii National Polytechnics. The meetings resulted in the signing of an Implementation agreement by the National Treasury to allow the commissioning of the projects.

Management Discussion and Analysis Cont.



The PS, State Department of TVET Ms Esther Thaara Mworira (front right) and Principal of Kisii National Polytechnic) Mr Nyariki (front left) signing the SIFA Implementation Agreement.

The Secretariat engaged with officials from the Human Capital and Institutional Development Directorate of the AUDA-NEPAD. The discussions focused on the efficient implementation of the Skills Initiative for Africa (SIFA) Programme and enhancing the partnership between the Secretariat and the agency to achieve the desired impact of AUDA-NEPAD Programmes in Kenya.



NEPAD/APRM Kenya Secretariat staff led by the CEO holds a meeting with officials from AUDA-NEPAD, Human Capital and Institution Development Directorate.

b) Women Economic Empowerment Hub

Management Discussion and Analysis Cont.

The Secretariat in partnership with the University of Nairobi WEE Hub undertook a joint work session to develop documents for the Women Economic Empowerment Programme in the counties. The

documents were to assist in data collection during the needs assessment exercise to identify suitable and viable projects for women in the counties. The team prepared a Joint Concept Paper, Needs Assessment Tools, Mandera County WEE Programme and Memorandum of Understanding



NEPAD directorate staff in a session with the University of Nairobi Women Economic Empowerment Hub.

c) AUDA NEPAD Midwifery Pilot Programme

The secretariat held a workshop to develop tools for a baseline survey to facilitate the roll-out of the AUDA NEPAD midwifery pilot programme in Kenya in partnership with Moi University School of Nursing and Midwifery and the County Government of Uasin Gishu. The team prepared a Concept Paper on baseline survey and tools for a baseline survey.



The CEO, NEPAD/APRM Kenya Secretariat Amb. Dr. Samori Okwiya addressing participants during Midwifery workshop with Moi University School of Nursing and Midwifery and Uasin Gishu County government Officials.

Management Discussion and Analysis Cont.

3) Industrialization, Science, Technology and Innovation

a) Coordinate Establishment of Centres of Excellence/Innovation hubs

The Secretariat presented two bids on recommendations for Centres of Excellence to be designated by the AUDA NEPAD. The Technical University of Mombasa bid was on Blue Economy Studies and Research while the Kenya School of Government as African Union School of Government and Centre of Excellence on Human Capital and Institutions Development for Delivery of African Union Agenda

4) Natural Resources Governance and Food Security

a) Facilitated reporting on the Comprehensive Africa Agriculture Development Programme (CAADP)

The Secretariat and National CAADP team from the Ministry of Agriculture and Livestock prepared a high-level brief on CAADP for use by H.E. President William Ruto at the CAADP side event during the 37th Session of the African Union (AU) General Assembly.

Further, the Secretariat held a workshop with the CAADP national task team to discuss experiences from the implementation of CAADP in Kenya and deliberate possible strategies to enhance its impact in the country.



NEPAD directorate staff in a consultative meeting with the CAADP Kenya team.

The Secretariat participated in a meeting convened by AUDA NEPAD for East African countries with the objective of ensuring that Member States and Key Stakeholders take stock of the achievements of CAADP and gain insight into the Post Malabo framework. The specific objectives of the meeting:

Management Discussion and Analysis Cont.

- i. Share the status of the CAADP process implementation in the past 20 years (2003- 2024) to facilitate wider outreach, awareness, building momentum, and political buy-in for the Post Malabo process and issues.
- ii. Facilitate stakeholder reflections and learning from the past 20 years of CAADP implementation to inform the future.
- iii. Enable stakeholders to provide input into and inform the post-Malabo CAADP Agenda
- iv. Facilitate a wider perspective and begin building a consensus on key priority issues and technical options for the post-Malabo agenda.

5) Implementation of AU Agenda 2063 and Participation In AUDA-NEPAD Statutory Meetings

a) National Reporting Framework and Policy Brief

The secretariat prepared a draft Framework and policy brief to enhance the implementation of AU Agenda 2063 in Kenya. Further, the Secretariat prepared Terms of Reference for developing an Agenda 2063 documentary, a Concept Paper for the documentary, a schedule of interview questions, Content for IEC Materials and AU Agenda 2063 Key messages.

The Secretariat participated in the development of Kenya's 2nd progress report on AU Agenda 2063 where it was a co-convener with the State Department for Economic Planning.



NEPAD directorate staff preparing the AU Agenda 2063 document for guiding the documentary.

Management Discussion and Analysis Cont.



NEPAD directorate staff undertaking the AU Agenda 2063 domestication.

The NEPAD Programmes Directorate participated in a domestication workshop convened by the African Union Development Agency on the Second Ten Year Implementation Plan (STYIP) of the Agenda 2063 convened by the African Union Development Agency (AUDA) held from 19th – 21st March 2024 in Nairobi. The participants of the workshop were drawn from AU Member States, Regional Economic Community (RECs) who are members of the Technical Working Group on Agenda 2063. The objectives of the meeting:

- To provide a deeper orientation of the Second Ten Year Implementation Plan
- To define key components of domesticating Agenda 2063 STYIP at the subnational, national and regional levels.
- To provide input on the draft core indicator handbook and the draft feasibility study report on the AU Development fund for Agenda 2063.

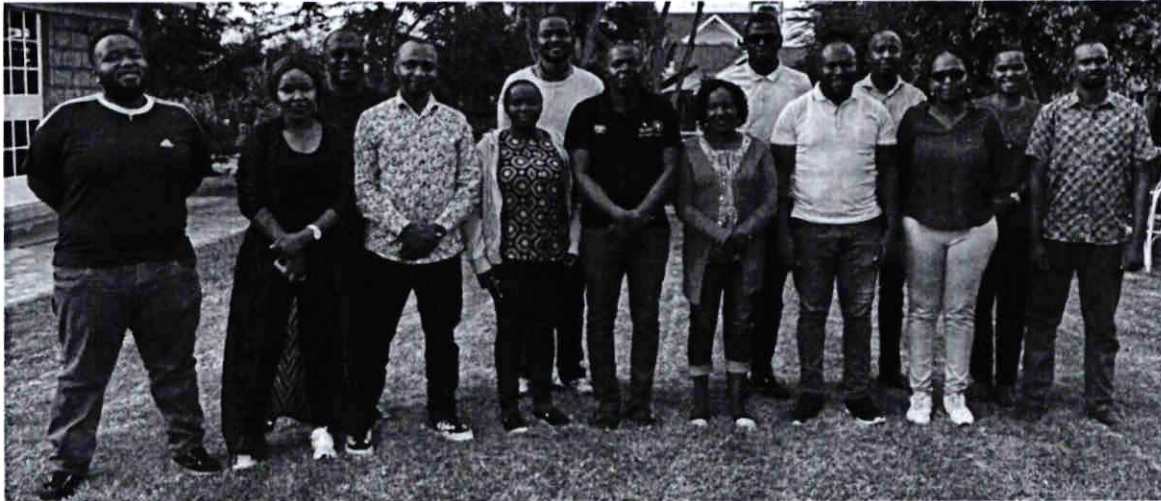
b) Baseline Survey on AU Agenda 2063

To understand the level of awareness of Agenda 2063 in the country, the Secretariat rolled out an online baseline survey to support the rollout of the Second Ten-Year Implementation Plan of the AU Agenda 2063. The purpose of the online survey was to:

- Establish the level of awareness among Ministries, Departments, Agencies and County Governments as well as non-state actors, private sector players, citizens and community-based organizations of Agenda 2063
- Serve as a baseline for determining progress in the level of awareness and implementation of the Agenda 2063 in the next 5-10 years
- Form a basis for preparing policy briefs, topical discussions and reports on Agenda 2063.

Outputs include AU Agenda 2063 draft implementation Framework and Agenda 2063 Baseline Survey report

Management Discussion and Analysis Cont.



A group photo of staff during the analysis of Baseline Survey for AU Agenda 2063.

b) Preparation of policy brief on mainstreaming African Union Agenda 2063

The NEPAD Programmes Directorate undertook a work session to finalize the survey report and prepare a policy brief on mainstreaming the African Union Agenda 2063 to inform strategic policies and strategies necessary to realize the Agenda 2063 vision and create awareness among all the stakeholders. The team prepared a Baseline Survey analysis report, Agenda 2063 Policy Brief and Work Session Report

6) AUDA- NEPAD Statutory Meetings

The Secretariat participated in the 69th Ordinary Meeting of the **AUDA-NEPAD Steering Committee meeting**. This meeting was held to prepare a road map and agenda for the Heads of State and Government Orientation Committee (HSGOC). The agenda of the meeting included: Update of the 68th meeting of the AUDA-NEPAD Steering Committee held on 31st October -1st November 2023; presentation on the AUDA-NEPAD footprint structure; presentation of AUDA-NEPAD annual report and presentation on the feasibility study on the Development fund by AUDA-NEPAD.

The Secretariat participated in the **41st Session of the AUDA-NEPAD Heads of State and Government Orientation Committee (HSGOC)** meeting held virtually. During the meeting, the 2023 Results-based Performance Report of the AUDA-NEPAD was presented. The Secretariat prepared a statement for use by H.E the President of Kenya during the meeting

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Management Discussion and Analysis Cont.



A session photo of HSGOC Virtual meeting.

The Secretariat participated in the AUDA-NEPAD Retreat for National NEPAD Focal Points. During the retreat, The Secretariat was called upon to present experiences of running a national NEPAD Secretariat to inform other member states who have not formed national secretariats. The proposed AUDA-NEPAD national footprint structure was discussed with a view to endorse the proposed Footprints Structure to optimize AUDA-NEPAD's presence and operational capabilities in Member States. Further, the alignment of AUDA-NEPAD programmes with national priorities to enhance collaborative implementation and effectiveness, the implementation of Agenda 2063, focusing on the domestication of the First and Second Ten-Year Implementation Plans and resource mobilization was also discussed. The Secretariat prepared and submitted a written statement on Kenya's position on the proposed footprint structure.

Challenges

1. Inadequate funding to fully implement programs.
2. Vulnerability to climate change, which can disrupt programs and activities.
3. Unclear and disjointed interactions with AUDA NEPAD continental secretariat

Management Discussion and Analysis Cont.

APRM & Governance Directorate Management Discussions

This section highlights Kenya's active role in the APRM process and promotion of AU principles and values of good governance. The NEPAD/APRM Kenya Secretariat (NAKS), through its APRM and Governance Directorate, has undertaken various initiatives to advance these objectives. Below is an overview of the key activities and engagements undertaken during the year under review.

The County Peer Review Mechanism

1) Courtesy Call on the Council of Governors (CoG) Secretariat – 12th July 2023

To accelerate the implementation of the CPRM, the NAKS CEO paid a courtesy call to the CEO of the Council of Governors during which the latter reiterated the Council's commitment and support for the process. She also offered to avail some of her officers to participate in the CPRM fieldwork activities alongside the NAKS staff.



CEO, NEPAD/ APRM Kenya Secretariat Amb. Dr. Samori Okwiya (centre) briefing the CEO Council of Governors Ms. Mary Mwitii (left) on the ongoing CPRM engagements.

2) County Peer Review Mechanism (CPRM) Focused Group Discussions & Key Informant Interviews – Trans Nzoia, Busia, Bungoma, Kakamega, Vihiga, Siaya, Nandi, Machakos, Makueni, Nyeri, Elgeyo Marakwet & Mombasa Counties: 19th July- 9th November 2023

The Secretariat conducted Focused Group Discussions and Key Informant Interviews in various counties from July 19th to November 9th, 2023, allowing local citizens to share their views on governance matters, specifically on the 14 devolved functions. The Secretariat in collaboration with the Kenya National Bureau of Statistics then processed the data to generate the county-specific County Self-Assessment Reports.

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Management Discussion and Analysis Cont.

The main objective of the CPRM is to enhance good governance practices and monitor the progress of development plans such as (CIDPs, Vision 2030, SDGs, and Africa Agenda 2063) while promoting peer learning for well-rounded socio-economic development.



H.E George Ntembeya, Governor of TransNzoia County being briefed by Mr. Peter Kimemia, Director APRM & Governance during the Focus Group Discussion and Key Informant Interviews engagements.

3) Induction and Sensitization Workshop of the CPRM Panel of Eminent Persons and National Governing Council Members: 7th – 8th December, 2023

The Secretariat successfully held an Induction and Sensitization Workshop for the CPRM Panel of Eminent Persons and National Governing Council (NGC) Members, focusing on clearly outlining their respective roles and responsibilities in the Secretariat.



The CEO NEPAD/APRM Kenya Secretariat Amb. Dr. Samori Okwiya, giving opening remarks during the induction of CPRM Panel of Eminent Persons and NGC members.

Management Discussion and Analysis Cont.

4) Finalization of the County Peer Review Reports: 14th – 20th April, 2024 Nakuru, Kenya

To finalize County CPRM Self-Assessment reports, the Secretariat held a workshop in Nakuru with officials from 12 pilot counties. During the workshop, participants rigorously reviewed and refined the reports to ensure accuracy and consistency, preparing them for validation by the CPRM Panel of Eminent Persons.

5) Validation of the County Self-Assessment Reports for the 12 Pilot CPRM Counties: 29th April – 10th May, 2024

The Secretariat conducted a validation exercise for the County Self-Assessment in 12 pilot CPRM counties, led by the CPRM Panel of Eminent Persons and supported by senior leadership, including CEO Amb. Dr. Samori Okwiya. The teams met with Governors to reaffirm their commitment to the CPRM process before validating data with Sub-County representatives. These discussions ensured the accuracy and objectivity of the reports, which were then refined for the upcoming CPRM National Summit.



H.E Mutahi Kahiga, Governor Nyeri County and the NEPAD/APRM Kenya Secretariat staff led by Amb. Rukia Subow, Lead Panel Member for Nyeri during the validation process.

Management Discussion and Analysis Cont.



H.E James Orengo, Governor Siaya County sharing remarks to delegates during the CSAR Validation exercise led by Ms. Josephine Kulea, Lead Panel Member.



Amb. Dr. Samori Okwiya addressing the participants from Machakos County during the validation exercise that was led by Commissioner Salesa Adano, Lead Panel Member.

Management Discussion and Analysis Cont.

6) Peer Learning and Benchmarking visit by the South Africa Local Government Association (SALGA), 28th - 30th August 2023, Nairobi

The South Africa Local Government Association (SALGA) visited the Secretariat for a Peer Learning and Benchmarking exercise on governance, municipal administration, and socio-economic development. The delegation exchanged best practices and explored collaboration opportunities, particularly in capacity-building initiatives and peer review processes. In addition, they also visited the Council of Governors Secretariat and Makeni County Government to gain firsthand experience. The collaboration between SALGA and the NEPAD/APRM Kenya Secretariat holds significant potential for knowledge exchange and adoption of best practices.



Officers from SALGA and NEPAD/APRM Kenya Secretariat during a peer learning session.

7) Launch of the inaugural National Governance Report and Presentation of the County Peer Review Mechanism (CPRM) Panel of Eminent Persons: 29th September 2023

The Principal Secretary of the State Department for Economic Planning, Mr. James Muhati, launched Kenya's first National Governance Report (NGR) at the Kenya School of Monetary Studies in Nairobi. This landmark event, the first of its kind in Africa, saw Kenya chosen by the AU to pioneer the NGR. Additionally, a nine-member CPRM Panel of Eminent Persons was introduced to oversee the County Peer Review Mechanism, ensuring its independence and credibility. The NGR serves as a self-assessment tool to track governance across six key indicators including; Rule of Law; Transparency and Accountability; Peace and Security, Participation and Human Rights, Social-Economic Governance and Democracy, Elections and Freedoms, with data gathered from all 47 counties

Management Discussion and Analysis Cont.



The PS State Department for Economic Planning, Mr James Muhati(centre) and CPRM Panel of Eminent Persons led by chairperson, Rtd. Arch. Dr. Eliud Wabukala (right) and CEO NEPAD/APRM Kenya Secretariat (left) during the launch of the inaugural National Governance Report.

8) Dissemination of Kenya's National Governance Report (NGR): 26th November-4th December, 2023 (Phase One)

The African Union (AU) expanded the APRM mandate in 2018 to include monitoring and reporting on key governance aspects, such as the African Union AU Agenda 2063 and the UN Sustainable Development Goals. Consequently, Kenya was selected to pilot the National Governance Reporting (NGR) Framework as one of the tracking tools.

The NGR for Kenya offers a detailed assessment of governance in the country, recognizing successes like democratic elections and economic growth, whilst highlighting challenges such as political polarization, corruption, and inequality amongst others. The dissemination process began in Kajiado County marking the start of a series of county engagements aimed at familiarizing county stakeholders with the reports and findings and encouraging active participation in matters governance.

Management Discussion and Analysis Cont.



The PS, State Department for Economic Planning, Mr. James Muhati, addressing participants as he officially commenced the NGR dissemination in Kajiado County on November 27, 2023

The African Peer Review Mechanism

9) Review of the Status of Implementation of Kenya's Second Country Review Report - National Programme of Action (NPOA) Date: 12th – 16th March, 2024 Mombasa

APRM and Governance Directorate is responsible for preparing Annual Progress Reports on the National Programme of Action (NPOA) for presentation by the President at the APR Forum. In this regard, the Secretariat conducted a workshop to review Kenya's progress on the 2nd APRM Country Review Report, analyzing various government publications, including the 3rd Annual Progress Report

Management Discussion and Analysis Cont.

on the Third Medium Term Plan (2018-2022) of Kenya Vision 2030. A draft report was developed, highlighting significant NPoA progress despite challenges like COVID-19 and droughts.

10) 37th Meeting of the APRM Committee of Focal Points Date: 31st January 2024: Hybrid

The Secretariat facilitated Kenya's high-level participation in the 37th Meeting of the APRM Committee of Focal Points. The meeting, chaired by Sierra Leone's Minister, Hon. Amara Kallon, aimed to prepare for the 33rd Ordinary Session of the African Peer Review Forum of Heads of State and Government, participating in the APRM, in February 2024. Key discussions included the 2024 APRM Calendar of Missions, the launch of Country Review Reports, and the recruitment of a new CEO for the APRM Continental Secretariat, with Amb. Marie Antoinette Rose-Quatre from Seychelles was recommended for the position.

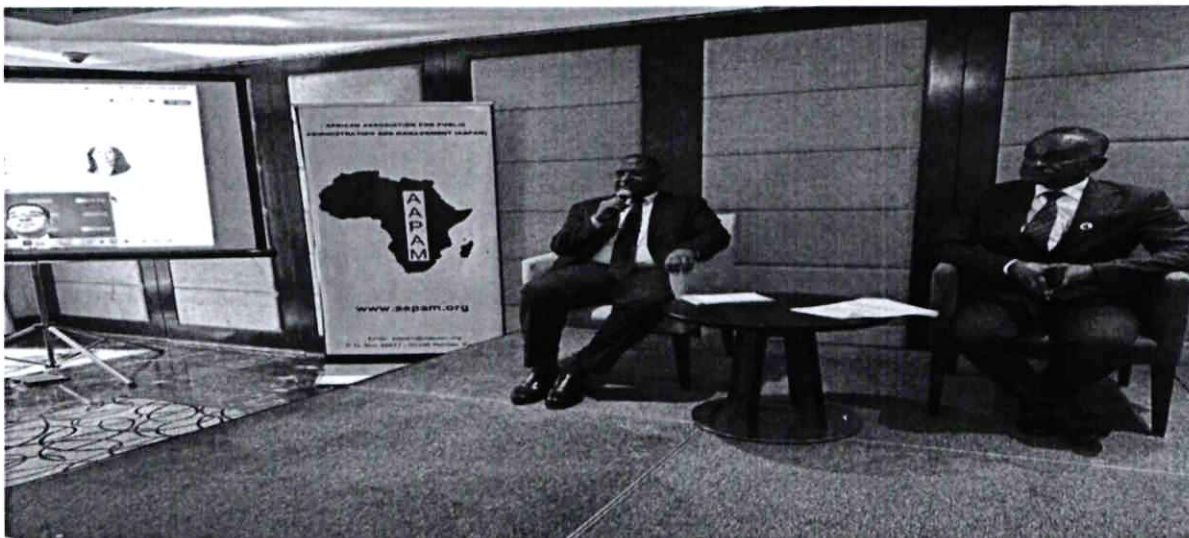
**11) The 33rd Summit of the African Peer Review Forum of Heads of State and Government
Date: 7th February 2024: Virtual**

The 33rd APR Forum of Heads of State and Government was held virtually on 7th February 2024, chaired by President Julius Maada Bio of Sierra Leone. The NEPAD-APRM Kenya Secretariat coordinated Kenya's active, high-level participation. Key outcomes included the accession of the Central African Republic joining as the 44th APRM member, and the assumption of office by President Abdelmadjid Tebboune of Algeria, as the new Chairperson of the APR Forum. The Summit also appointed Ambassador Inonge Mbikusita-Lewanika from Zambia as the new Chairperson of the APR Panel of Eminent Persons, and Ambassador El-Henfy Houssam El Din from Egypt as Vice-Chairperson. Additionally, Ambassador Marie Antoinette Rose-Quarte from Seychelles was endorsed as the incoming CEO of the APRM Continental Secretariat.

**12) OECD-APRM Capacity Building National Workshop for Public Governance and Policy
Coherence for Sustainable Development: 25th March, 2024– Nairobi**

The NEPAD-APRM Kenya Secretariat, in partnership with the Continental APRM Secretariat, held the OECD-APRM Capacity Building National Workshop on Public Governance and Policy Coherence for Sustainable Development in Nairobi. The workshop aimed to improve policymakers' understanding of integrated policymaking for Agenda 2030 and Agenda 2063. It successfully raised awareness of Policy Coherence for Sustainable Development (PCSD) among national experts, leading to Kenya's invitation to present the workshop findings at the 2024 APRM-OECD high-level event at the UN.

Management Discussion and Analysis Cont.



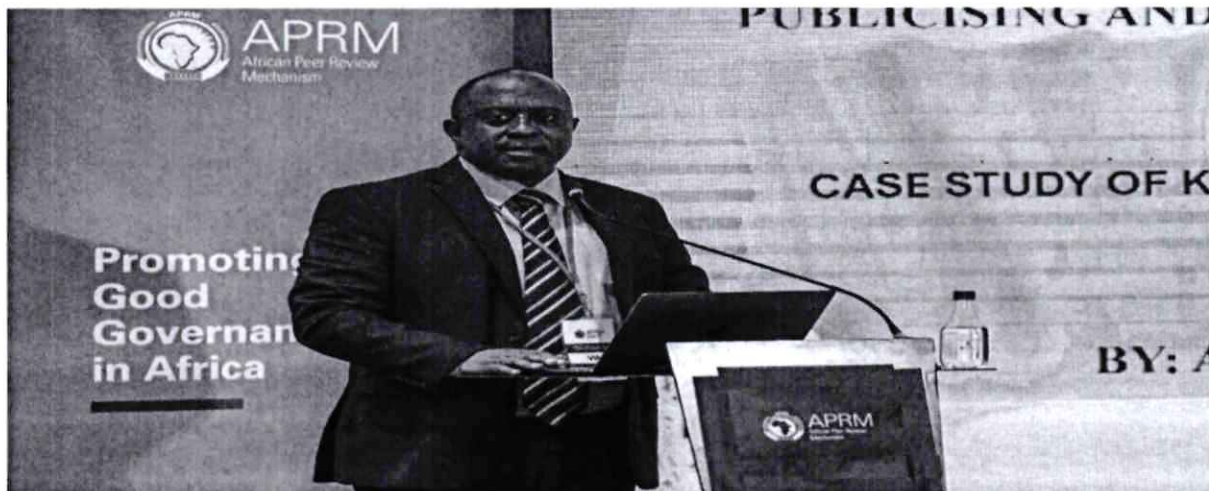
The NEPAD/APRM Kenya Secretariat CEO, making remarks during OECD-APRM Capacity Building National Workshop for Public Governance and Policy.

13) The 6th Annual APRM Methodology Forum: APRM National Structures Retreat & Validation of APRM Impact Study: 21st -22nd May 2024, Sandton, Republic of South Africa.

The Secretariat participated in the 6th Annual APRM Methodology Forum, held in Sandton, South Africa, focusing on the challenges and opportunities faced by APRM National structures. The event, organized by the APRM Continental Secretariat, aimed to foster dialogue, strengthen partnerships, and enhance governance across Africa.

Amb. Dr. Samori Okwiya, CEO of the NEPAD/APRM Kenya Secretariat, presented on Kenya's efforts to deepen engagement with national structures. The retreat had two main objectives: to deepen participants' understanding of the African Union and the APRM, and to establish stronger communication and collaboration between national structures and the Continental Secretariat. It served as a vital platform for stakeholders to address challenges and shape the future of the APRM. Countries such as Kenya, Zambia, and Congo Brazzaville shared their experiences, discussing resourcing, strategic partnerships, and ways to better align their efforts with the Continental Secretariat.

Management Discussion and Analysis Cont.



Amb. Dr. Samori Okwiya, CEO, NEPAD/ APRM Kenya Secretariat making a presentation during the APRM National Structures Retreat & Validation of APRM Impact Study held in Sandton, Republic of South Africa.

Governance indices

14) Development of Governance Indices Report Date: 18th – 24th February, 2024 Naivasha

The NEPAD/APRM Kenya Secretariat organized a workshop to review various Governance Indices Reports to critically assess Kenya's governance framework, highlighting the strengths and areas requiring improvement. The workshop presented an opportunity for the Secretariat to analyze Kenya's performance in various governance indices reports on Kenya, the methodology used and how the findings affect the country's image and interests.

b) Financial Performance

Trends in Exchequer over the last three years

The Secretariat is fully funded by the National treasury through State Department for Economic Planning. In the last 3 years, the secretariat received Kshs.915 million from the State Department of Economic Planning as illustrated in the chart below;

Management Discussion and Analysis Cont.

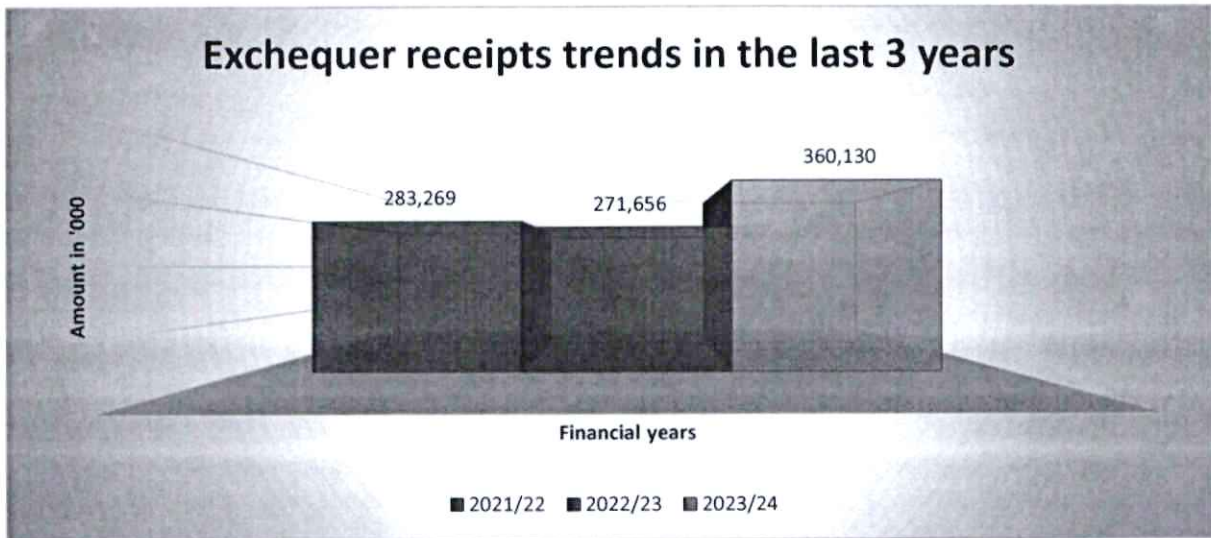


Figure 1. Exchequer receipts trends in the last 3 years

As an entity that entirely depends on National Exchequer for funding, the chart above provides a comparison of budget allocation over the last three years with a decrease of 4% from the FY 2021/22 to 2022/23 and an increase of 32.6% from 2022/23 to 2023/24.

Actual Expenditures for the last three years

In the last 3 years, the Secretariat incurred expenses on various line items as outlined in the chart below;

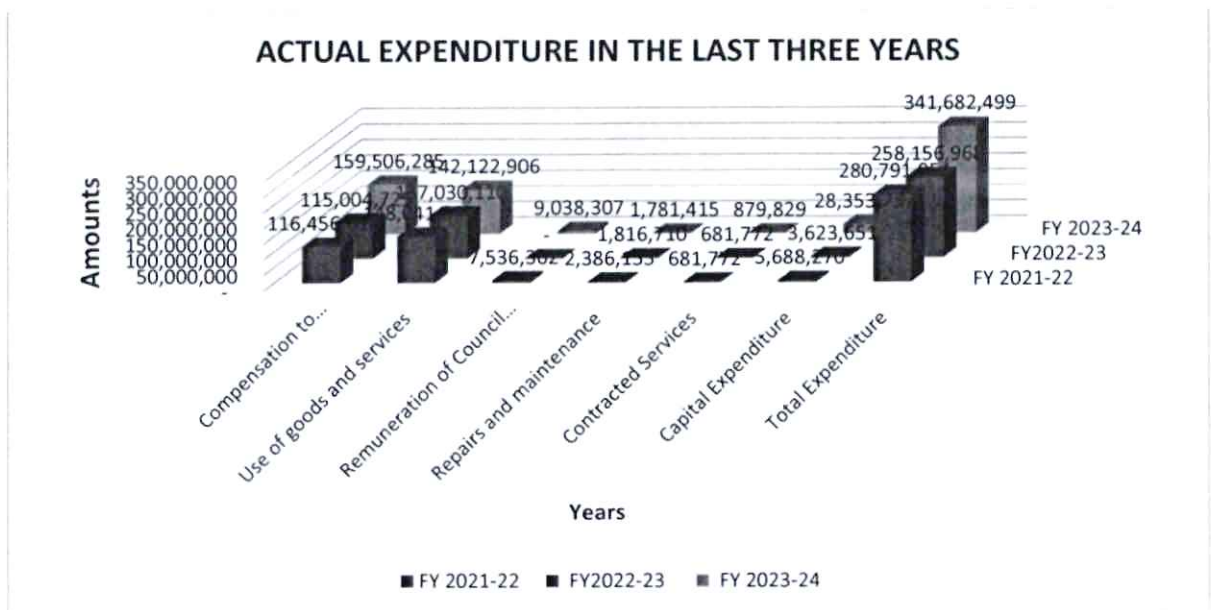


Figure 2. Actual expenditure in the last 3 years

Management Discussion and Analysis Cont.

The chart above illustrates actual expenditure as per the line items which include compensation to employees, use of goods and services, remuneration of council members, repairs and maintenance, contracted services and capital expenditure. The total expenditure for the last three years as shown above for the FY 2021/22, 2022/23 and 2023/24 totalling to Kshs. 280.8m, Kshs. 258.2m and Kshs. 341.7m respectively.

Compliance with Statutory requirements

During the reporting year, the Secretariat was compliant with all the legal and statutory requirements. Notably, the Secretariat prepared its financial statements following the guidelines spelt out in the Public Finance Management Act (2012), and International Public Sector Accounting Standards (IPSAS), respectively. Additionally, the Secretariat has complied with other legal requirements such as submission of statutory deductions i.e. timely remittance of NHIF, NSSF, PAYE, NITA, VAT withholding and income tax withholding.

8. Environmental and Sustainability Reporting

i) *Sustainability strategy and profile*

The Council as an oversight body, has the sole mandate of making sure that the Secretariat is sustainable in the foreseeable future. Informed by National Treasury's cost-containment measures the Council has endeavoured to allocate enough resources to achieve key Secretariat Mandate. These resources are keenly monitored to achieve value for money.

To achieve its vision of being the model for good governance and sustainable development, the secretariat Cascaded the APRM program to counties. This was done through CPRM where 1400 Citizens in 12 counties participated in the process. The Counties developed their self-assessment reports using both secondary and primary data. The reports later incorporated the information collected through Focus Group Discussions and Key informant interviews. This was done using a data collection questionnaire and checklist developed by the Secretariat in collaboration with KNBS. These reports were later validated through Sub-County forums led by CPRM eminent persons. The outcome of the CPRM process will come to a peak during the CPRM summit planned for next financial year, where 12 governors will be peer-reviewed.

On sustainable development, the Secretariat has been able to coordinate the implementation of empowerment programs targeting youth and women. These included the coordination of SIFA programmes where Kisii and Kisumu national polytechnics benefited with a joint grant of Euros 6 Million (approx. Ksh 396 million). Other programmes which are underway are Midwifery programme, CAADP programme, energise Africa, Programme for Infrastructure Development in Africa (PIDA) and Presidential Infrastructure Champion Initiative (PICI).

The secretariat remains committed to leveraging knowledge sharing, Stakeholder engagement, continuous monitoring and evaluation of sustainable development projects, creating awareness of good corporate governance and sustainable development, and resource mobilization among others. The secretariat has also developed a transformational strategic plan that runs for five years which will help in raising its Institutional Profile.

ii) *Environmental performance*

During the financial year under review, the Secretariat grew a total of 10,364 trees in various parts of the country against the projected total of 10,000. This was in response to a project by H.E President William Ruto of growing 15 billion trees by 2032 in line African Landscape Restoration Initiative which was launched on 22nd December 2022 and UN Sustainable Development Goals, SDG number 15. This project is aimed at reducing greenhouse emissions, stopping and reversing deforestation and restoring 5.1 million hectares of deforested and degraded landscapes in Kenya. The Secretariat has a pool printing policy that is geared towards minimizing paper usage, hence preserving the environment.

Additionally, the implementation of a new ERP system by the Secretariat has automated operations in finance, procurement and Human Resource. This has caused both improvements in efficiency in

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Secretariat services and reduction of paperwork hence contributing to environmental conservation. Secretariat Staff were taken through the systems with more emphasis on the self-service modules like Imprests, leave, appraisal, payroll management etc.

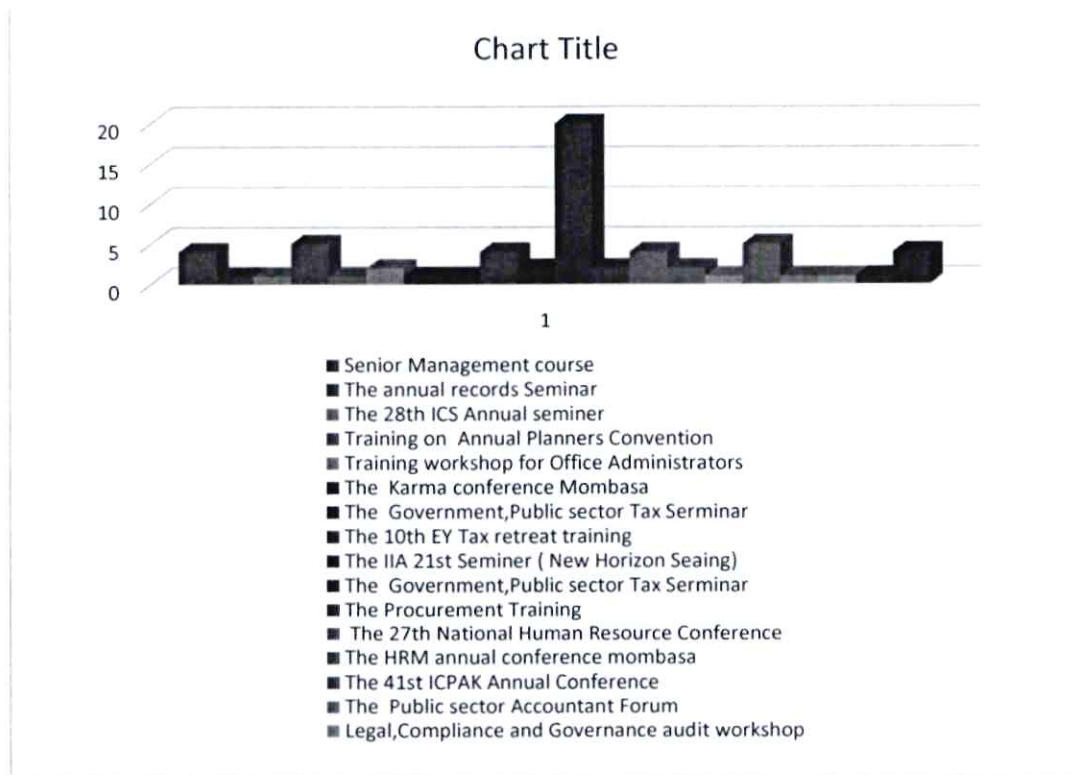
iii) *Employee welfare*

The Secretariat has in place a Human Resource Policies and Procedures Manual, which is aligned to the Public Service Commission's Human Resource Policies and Procedures Manual for Public Service 2016, that guides the human resource management processes. This ensures that the Secretariat attracts and retains the best employees.

- a) The Secretariat adheres to the constitutional requirements in the composition of its workforce in gender balance.



- b) Despite limited resources, the Secretariat managed to train its staff on the following courses:



The Secretariat has in place a Performance Appraisal System and an effective Performance Management Committee that deals with rewards and sanctions. It also takes in stakeholder engagements and this is improved from time to time.

The Secretariat is committed to providing a safe and conducive work environment. It complies with the provisions of the Occupational Safety and Health Act of 2007, (OSHA), Employment Act and *Work Injury Benefits Act WIBA, 2007*.

iv) Marketplace Practices

The Secretariat strictly adheres to the Constitution of Kenya 2010, the Public Finance Management Act, 2012, Regulations 2015, the Public Procurement and Asset Disposal Act, 2015, and the Public Procurement and Asset Disposal Regulations, 2020.

a) Responsible competition practice.

To ensure competitive practices in the organization, the following measures have been taken into account:

In Anti-Corruption practices, the Secretariat has developed policies, trainings, audits and monitoring to ensure its efficiency and effectiveness.

To have a Responsible Political Involvement: The secretariat is practicing transparency by disclosing all political contributions and lobbying activities to ensure transparency, ethical Guidelines, and Stakeholder Engagement by Engaging with stakeholders to understand their views on political involvement and ensuring alignment with the organization's guidelines.

b) *Responsible Supply chain and supplier relations*

Additionally, it uploads all procurement contracts and awards on its website and the PPIP Portal thus promoting transparency and access to information. This has enabled the Secretariat to achieve competitive advantages through superior performance. np as per the legal requirement.

c) *Responsible marketing and advertisement*

The Secretariat is committed to maintaining the highest standards of integrity and corporate governance practices in order to maintain excellence in its daily operations and to promote confidence in the governance system. This is evidenced by the manner in which it openly, honestly and ethically conducts its activities. The Secretariat remains committed to maintaining supplier-customer relationship by giving them favourable lead times and paying them on time.

d) *Product stewardship*

The Secretariat recognizes the importance of protecting all its human, financial, physical, information, social, environmental and reputational assets.

v) *Corporate Social Responsibility Statement*

The Secretariat considers the broader interests of society by taking responsibility for the impact of its activities. The NEPAD/APRM Kenya Secretariat has a strong conviction that our responsibility extends far beyond the obligation to comply with legislation, and to voluntarily act to improve the quality of life among local communities and society at large. The Secretariat's corporate social responsibility includes community engagement, employee respect and support for human rights. The Secretariat intends to contribute and achieve its CSR by engaging with community groups and stakeholders as requested from time to time. During the period under review, the Secretariat participated in the tree-growing exercises in various Counties and the Standard Chartered Marathon held in Nairobi.

1. Tree growing exercise in the Counties.

a) Mombasa County

On 11th August 2023, the Secretariat facilitated a tree-planting exercise at Pride-inn Flamingo in Mombasa County, where 50 trees were planted. Following this, on 9th September 2023, the Secretariat supported another tree-planting initiative at Shimo-la-Tewa School in Mombasa County, resulting in the successful planting of 500 trees.

Tree planting by NAKS Officers led by the DD. HRM&D, in Prideinn Flamingo, Mombasa County



b) Kisumu County

Tree planting at Kanyamedha Primary School in Kisumu County on 17th August 2023. 100 seedlings were donated by the KFS while 400 more were purchased by the Secretariat from a private tree nursery. The seedlings were of assorted species, both exotic and indigenous. Other parties in attendance were KFS officials, Teachers, Pupils and the surrounding community. A total of 100 seedlings were planted while the balance of 400 were given to the community.



Tree planting by NAKS Officers led by the CEO, in Kanyamedha Primary School in Kisumu County

c) Machakos County

On 5th September 2023, the Secretariat supported a tree-planting initiative at Kwanthanze High School in Machakos County, successfully planting 500 trees. This was followed by support for a tree-planting exercise on 10th May 2024 in the Muumandu area, where the Principal Secretary for the State Department for Economic Planning led the initiative. On 17th May 2024, the Secretariat further supported a large-scale tree-planting exercise in Kusyomuomo, Iveti, Machakos County, where 4,000 trees were planted as part of ongoing efforts to promote environmental conservation in the region.





Tree planting by NAKS Officers in Kwanthanze High School in Machakos County

Tree planting by NAKS Officers led by Deputy Director HRM& D, in Muumandu area in Machakos County



Tree planting by NGC members and NAKS Officers in Kusyomuomo, Iveti in Machakos County

d) Nakuru County

On 10th November, 2023, the Secretariat supported tree growing exercise in Bahati Forest in Nakuru County. A total of two thousand, two hundred trees (2,200) trees were grown during the exercise.



Tree planting in Bahati forest in Nakuru County

*An interactive map showing areas that the Secretariat grew trees in 2023/2024 FY is available at:
<https://www.nepadaprmkenya.go.ke/tree-growing-initiative-2/>*

2. Secretariat staff in the Standard Chartered Marathon in October, 2023

The participation of the Secretariat's staff in the Standard Chartered Marathon on 29th October, 2023, underscored commitment to Corporate Social Responsibility, extending beyond the realm of administrative duties. The objective of the marathon was to raise Kshs. 40 Million in 2023 to tackle inequality and promote economic inclusion for the younger generation.



NAKS staff participating in the standard chartered marathon.

11. Report of the National Governing Council

The Council Members submit their report together with the financial statements for the year ended June 30, 2024, which show the state of the Secretariat's affairs.

i) Principal activities

The NEPAD/APRM Kenya Secretariat's mandate is to:

- i. Promote Kenya effective participation in the activities of the New Partnership for African Development (NEPAD) and the domestication of the African Union (AU) Mission, Core Principles and Values.
- ii. Provide leadership, guidance, and direction to the implementation of the Africa Peer Review Mechanism (APRM) in Kenya.
- iii. Sustain the integrity of the APRM process, keeping it transparent, inclusive and accountable to the citizens of Kenya.
- iv. Transmit the APRM review/progress reports to the APR Panel of Eminent Persons, the Head of State, and any other relevant national and African Union organs as specified by the APRM rules.
- v. Monitor and report on the progress in the implementation of the APRM National Programme of Action.
- vi. Provide policy guidance in cascading the APRM as a governance tool to the Counties.
- vii. Serve as the Regional NEPAD/APRM Kenya Secretariat coordinator for the Eastern African countries as selected.
- viii. Co-ordination of NEPAD activities in the Eastern African Region; and liaison with the Continental NEPAD secretariat office with a view of incorporating and promoting Kenya and Eastern African region interests in NEPAD.
- ix. Design, develop and implement necessary measures to identify and address governance issues affecting Kenya performance in national, regional and global governance surveys and indices.
- x. Provide guidance for structured engagement with local and international agencies undertaking and disseminating reviews on Kenya governance to ensure accuracy of facts and fidelity to best practices on objective reporting.

ii) Results

The results of the Secretariat for the year ended June 30, 2024, are set out on pages 1 to 6.

iii) Council Members

The members of the National Governing Council who served during the year are shown on page *viii-xiv*. Six (6) non-executive council members were appointed during the year including the chairman of the board. There was a replacement of the alternate member to the Principal Secretary, State Department for Economic Planning.

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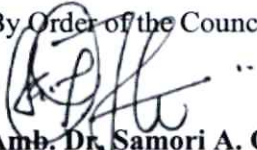
iv) Surplus remission

NEPAD/APRM Kenya Secretariat is a coordinating non-enterprising entity.

v) Auditors

The Auditor-General is responsible for the statutory audit of the Secretariat in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 for the year/period ended June 30, 2024.

By Order of the Council



**Amb. Dr. Samori A. Okwiya, PhD
Secretary to the Council**

12. Statement of Council Responsibilities

Section 81 of the Public Finance Management Act, 2012 requires an Accounting Officer for a National Government Entity to prepare a report for the financial year in respect of that entity. The report should give a true and fair view of the state of affairs of the entity at the end of the financial year/period and the operating results of the entity for that period. The Council is required to ensure that the Secretariat keeps proper accounting records that disclose with reasonable accuracy the financial position of the Secretariat. Finally, the Council is also responsible for safeguarding the assets of the Secretariat.

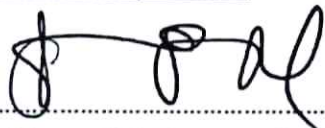
The Council is responsible for the preparation and presentation of the Secretariat's financial statements which give a true and fair view of the state of affairs of the Secretariat for and as at the end of the financial year ended on June 30, 2024. This responsibility includes: (i) maintaining adequate 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 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 Council accepts responsibility for the Secretariat's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates in conformity with the accrual basis of the International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012. The Council is of the opinion that the Secretariat's financial statements give a true and fair view of the state of the Secretariat's transactions during the financial year ended June 30, 2024, and of the Secretariat's financial position as of that date. The Council further confirms the completeness of the accounting records maintained for the Secretariat which have been relied upon in the preparation of the Secretariat financial statements as well as the adequacy of the systems of internal financial control.

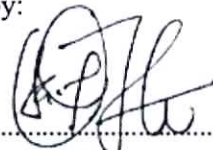
Nothing has come to the attention of the Council to indicate that the Secretariat will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the annual report and financial statements

The Secretariat's annual report and financial statements were approved by the Council on 27.12. 2024 and signed on its behalf by:



.....
Name: HE Sospeter O Ojaamong,
MGH
Chairperson of the Council



.....
Name: Amb. Samori A Okwiya,
PhD
Chief Executive Officer

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: 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 NEW PARTNERSHIP FOR AFRICA DEVELOPMENT/AFRICA PEER REVIEW MECHANISM KENYA SECRETARIAT FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

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

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

An Unmodified Opinion is issued when the Auditor-General concludes that the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management, and Governance.

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of New Partnership for Africa Development/Africa Peer Review Mechanism Kenya Secretariat set out on pages 1 to 23, which comprise of the statement of financial position as at 30 June, 2024, and the

Report of the Auditor-General on New Partnership for Africa Development/Africa Peer Review Mechanism Kenya Secretariat for the year ended 30 June, 2024

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of New Partnership for Africa Development/Africa Peer Review Mechanism Kenya Secretariat as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and the Public Finance Management Act, 2012.

Basis for Opinion

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

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the prior year audit report, one (1) issue was raised in both Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, the issues are yet to be resolved by the relevant Parliamentary Committee.

Other Information

The Management is responsible for the other information set out on page v to lxxv which comprise of Key Entity Information and Management, National Governing Council, Key Management Team, Chairman's Statement, Report of the Chief Executive Officer, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the National Governing Council and Statement of National Council

Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Secretariat's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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 3000 and ISSAI 4000. The standards require 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 comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with 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 controls, risk management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the Management and the National Governing Council

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

In preparing the financial statements, Management is responsible for assessing the Secretariat's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


30 December, 2024

*New Partnership for Africa's Development/African Peer Review Mechanism Kenya Secretariat
Annual Report and Financial Statements for the year ended June 30, 2024.*

14. Statement of Financial Performance for the year ended 30 June 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
Revenue from non-exchange transactions			
Transfers from state department for Planning	6	360,130,000	271,656,249
		360,130,000	271,656,249
Revenue from exchange transactions			
Other income	7	70,130	46,200
		70,130	46,200
Total revenue		360,200,130	271,702,449
Expenses			
Use of goods and services	8	164,604,668	112,773,849
Compensation of Employees	9	151,330,725	136,851,608
Remuneration of Council Members	10	9,191,053	-
Depreciation and amortization expense	11	7,735,677	4,813,123
Repairs and maintenance	12	1,697,782	1,816,710
Contracted Services	13	870,129	681,772
Total Expenses		335,430,033	256,937,061
Surplus/(deficit)for the period		24,770,097	14,765,388

The notes set out on pages 6 to 26 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 5 were signed on behalf of the Council



**Amb. Dr. Samori Okwiya,
PhD**

Chief Executive Officer

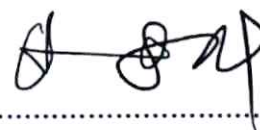
Date **27.12.2024**



CPA Miriam N. Sindiyo

**Deputy Director,
Accounts - ICPAK Mno.
10746**

Date **27.12.2024**



**H.E Sospeter O. Ojaamong
MGH**

**Chairman, National
Governing Council**

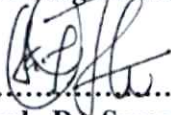
Date **27.12.2024**

*New Partnership for Africa's Development/African Peer Review Mechanism Kenya Secretariat
Annual Report and Financial Statements for the year ended June 30, 2024.*

15. Statement of Financial Position as at 30 June 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	14	53,822,762	35,305,131
Receivables from exchange transactions	15	5,157,052	2,283,560
Total Current Assets		58,979,814	37,588,692
Non-Current Assets			
Property, Plant and Equipment	16	17,951,954	5,150,443
Intangibles Software	17	4,566,172	-
Total Non-Current Assets		22,518,126	5,150,443
Total Assets (A)		81,497,940	42,739,135
Liabilities			
Current Liabilities			
Trade and other payables from non-exchange transactions	18	14,600,456	925,029
Total Liabilities (B)		14,600,456	925,029
Net Assets (A-B)		66,897,484	41,814,106
Represented by:			
Revaluation Reserve		-	-
Accumulated surplus		41,794,127	41,814,106
Capital fund		25,103,357	-
		66,897,484	41,814,106

The Financial Statements set out on pages 1 to 5 were signed on behalf of the NEPAD/APRM Kenya Governing Council by:


.....
Amb. Dr. Samori Okwiya,
PhD

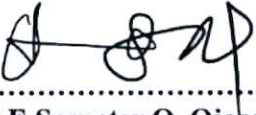
Chief Executive Officer

Date 27.12.2024


.....
CPA Miriam N. Sindiyo

Deputy Director,
Accounts - ICPAK Mno.
10746

Date 27.12.2024


.....
H.E Sospeter O. Ojaamong
MGH

Chairman, National
Governing Council

Date 27.12.2024

16. Statement of Changes in Net Assets for the year ended 30th June 2024

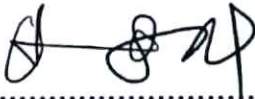
Financial Year	Accumulated Surplus/Deficit	Revaluation Reserve	Capital Fund	Total
	Kshs	Kshs	Kshs	Kshs
As at 1 July 2022	27,048,719	-	-	27,048,719
Surplus for the year	14,765,388	-	-	14,765,388
As at 30 June 2023	41,814,107	-	-	41,814,107
As at 1 July 2023	41,814,107	-	-	41,814,107
Non-Current Assets transferred	-25,103,357		25,103,357	-
Adjustment for Payables	313,280	-	-	313,280
Surplus for the year	24,770,097	-	-	24,770,097
As at 30 June 2024	41,794,127	-	25,103,357	66,897,484

17. Statement of Cash Flows for the year ended 30 June 2024

	Notes	2023-2024	2022-2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Government grants		360,130,000	271,656,249
Other Revenue		70,130	46,200
Total Receipts		360,200,130	271,702,449
Payments			
Use of Goods and services		165,628,776	113,256,653
Compensation of employees		152,084,976	138,483,866
Remuneration of Council Members		9,193,477	-
Contracted Services		870,129	681,772
Repair and Maintenance		1,697,782	1,816,710
Total Payments		329,475,140	254,239,001
Net cash flows from operating activities	19	30,724,990	17,463,449
Cash flows from investing activities			
Purchase of property, plant, equipment		(7,382,989)	(3,623,651)
Purchase of Intangibles		(4,824,370)	
Net cash flows used in investing activities		(12,207,359)	(3,623,651)
Cash flows from financing activities			
Net increase/(decrease)in cash & cash equivalents		18,517,631	13,839,798
Cash and cash equivalent as at 1 July	14	35,305,131	21,465,333
Cash and cash equivalents at 30 June	14	53,822,762	35,305,131


.....
Amb. Dr. Samori Okwiya,
PhD
Chief Executive Officer

.....
CPA Miriam N. Sindiyu
Deputy Director, Accounts
ICPAK Mno. 10746


.....
H.E Sospeter O. Ojaamong,
MGH
Chairman, National
Governing Council

Date

Date

Date

18. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2024

	Original budget 2023-2024	Adjustments 2023-2024	Final budget 2023-2024	Actual on comparable basis 2023-2024	Performance difference 2023-2024	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
Revenue	331,132,002	-	331,132,002	331,132,002	-	100%
Government grants and subsidies	-	70,130	70,130	70,130	-	
Other Income	-	26,202,409	26,202,409	26,202,409	-	
Unutilised income	-	26,272,539	357,404,541	357,404,541	-	100
Total income	331,132,002	26,272,539	357,404,541	357,404,541		
Expenses						
Use of goods and services	158,240,329	32,246,303	190,486,632	164,674,798	25,811,834	86%
Compensation to Employees	153,691,673		153,691,673	151,330,725	2,360,948	98%
Remuneration of Council Members	15,000,000	-4,773,764	10,226,236	9,191,053	1,035,183	90%
Repairs and maintenance	3,200,000	-1,200,000	2,000,000	1,697,782	302,218	85%
Contracted Services	1,000,000		1,000,000	870,129	129,871	87%
Total expenditure	331,132,002	26,272,539	357,404,541	327,764,487	29,640,054	92%
Surplus for the period	-	-	-	29,640,054.00		
Capital Expenditure	28,997,998	9,102,722	38,100,720	25,103,357	12,997,363	66%

- a) *Use of Goods had under absorption by 14% due to rescheduling of activities after funds were received late in the year. Key was the summit on CPRM and Monitoring of Lapsset Corridor.*
- b) *Repair and maintenance had an under absorption of 15% because one of the vehicles was involved in an accident and was not in use for a period of four months.*
- c) *Contracted services had an under absorption of 13% due to a downward quote on the contract of cleaning services which had been renewed.*
- d) *The under absorption on Capital items of 34% is as a result of contracted for assets but not paid for as at the end of the financial year. These include a motor vehicle and ERP balance.*

19. Notes to the Financial Statements

1. General Information

The NEPAD/APRM Kenya Secretariat is established by and derives its authority and accountability (locus standi as a Secretariat) from the Kenya Gazette Notice No.4651. The Secretariat's principal mandate is to consistently promote sustainable socio-economic development and good governance based on the premises of the African Union Mission's core principles and values.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment.

The financial statements have been prepared in accordance with the PFM Act, International Public Sector Accounting Standards -IPSAS 1 (Presentation of Financial Statements) with particular emphasis on the Accrual basis of accounting and relevant legal framework of the Government of Kenya, especially the Public Sector Accounting Standards Board of Kenya.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Secretariat and all values are rounded to the nearest Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

Notes to the Financial Statements (Continued)

3. Adoption of New and Revised Standards

i. New and amended standards and interpretations in issue effective in the year ended 30 June 2024.

There were no new and amended standards issued in the financial year.

ii. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024

Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right-of-use assets and lease liabilities.</p> <p><i>These changes have been assessed and do not affect the operations of the Secretariat.</i></p>
IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale are to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>

New Partnership for Africa's Development/African Peer Review Mechanism Kenya Secretariat Annual Report and Financial Statements for the year ended June 30, 2024.

Standard	Effective date and impact:
	<i>These changes have been assessed and do not affect the operations of the Secretariat.</i>
IPSAS 45- Property Plant and Equipment	<p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>These changes have been assessed and do not affect the operations of the Secretariat.</i></p>
IPSAS 46 Measurement	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ol style="list-style-type: none"> <li data-bbox="491 1234 1415 1368">i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. <li data-bbox="491 1391 1415 1469">ii. Clarifying transaction costs guidance to enhance consistency across IPSAS; <li data-bbox="491 1491 1415 1626">iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement-related disclosures. <p>The standard also introduces a public sector-specific measurement base called the current operational value.</p> <p><i>These changes have been assessed and do not affect the operations of the Secretariat.</i></p>

New Partnership for Africa's Development/African Peer Review Mechanism Kenya Secretariat Annual Report and Financial Statements for the year ended June 30, 2024.

Standard	Effective date and impact:
IPSAS 47- Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non-exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>These changes have been assessed and do not affect the operations of the Secretariat.</i></p>
IPSAS 48- Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to guide entities that provide transfers on accounting for such transfers.</p> <p><i>These changes have been assessed and do not affect the operations of the Secretariat.</i></p>
IPSAS 49- Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p><i>These changes have been assessed and do not affect the operations of the Secretariat.</i></p>

iii. Early adoption of standards

The Secretariat did not early – adopt any new or amended standards in the financial year 2023/24.

Notes to the Financial Statements (Continued)

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Taxes

The Secretariat has been classified as a Semi-Autonomous Government Agency and relies on Government funding thus not subject to the provision of section 219(2) of the Public Finance Management Regulations under the Public Finance Management Act. The Secretariat is an agent for Kenya Revenue Authority with the mandate to withhold tax and remit to Kenya Revenue Authority. The withheld taxes are recognised as current liabilities until paid to the relevant authority.

ii) Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably. Recurrent grants are recognized in the statement of comprehensive income. Development/capital grants are recognized in the statement of financial position and realised in the statement of comprehensive income over the useful life of the assets that has been acquired using such funds. NEPAD/APRM Kenya Secretariat receives its budget in the form of recurrent grants from the State Department for Economic Planning and it is appropriately recognized in the statement of financial performance.

b) Budget information

The budget for FY 2023-/24 was ratified by the Council. Subsequent revisions were made to the approved budget in accordance with specific approvals from the appropriate authorities. The Secretariat budget for the year was **Ksh. 360,130,000** which was the final budget.

In line with IPSAS 24 (Presentation of Budget Information in Financial Statements), the budget has been prepared on IPSAS's cash basis; the same accounts classification basis and for the same period as the financial statements. The Secretariat's budget was approved as required by the Law and as detailed in the Government of Kenya Budget Printed Estimates.

c) Property, Plant and Equipment

The Secretariat recognises assets in accordance with IPSAS 17(Property plant and equipment). All property, plant and equipment are stated at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. Fixed assets are depreciated fully on the year of acquisition and no depreciation in the year of disposal. All other repair and maintenance costs are

Notes to the Financial Statements (Continued)

recognized as expenses when incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

The assets are categorised and depreciated on a straight-line basis as follows:

Item	Rate
Motor Vehicle	20%
Furniture and Fittings	12.50%
Computers	33.30%
Office Equipment	12.50%

d) Leases

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Entity. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the period under review. In this regard, the Secretariat operates from a rented office space whose expense is duly recognized as an operating expense.

e) Research and development costs

The Secretariat's expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Entity can demonstrate:

- The technical feasibility of completing the asset so that the asset will be available for use or sale
- Its intention to complete and its ability to use or sell the asset
- How the asset will generate future economic benefits or service potential
- The availability of resources to complete the asset
- The ability to measure reliably the expenditure during development.

During the period under review, the Secretariat did not carry out research.

f) Intangible Assets

Following IPSAS 31(Intangible Assets), the Secretariat recognises intangible assets to consist of computer software purchased for use in the organisation such as an Enterprise Resource Planning (ERP) system. This item is amortised at the rate of 33.3% per annum on a straight-line basis over the useful lives as estimated by management from time to time. During the year intangible assets existed but it was still a work in progress and yet to be handed over to the Secretariat.

Notes to the Financial Statements (Continued)

g) Inventories

The Secretariat has adopted IPSAS12: (Inventories). It measures all its stock based on their fair value as at the date of acquisition because all its inventories are acquired through a non-exchange transaction. The stock held as consumables for use in normal operations is expensed upon purchase.

h) Provisions

Under IPSAS 19(Provisions, Contingent Liabilities and Contingent Assets) provisions are recognised when the Secretariat has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. During the period, the Secretariat did not recognise any contingent liability.

i) Changes in accounting policies and estimates

The Secretariat recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

j) Employee Benefit

The Secretariat contributes to the National Social Security Fund (NSSF). This is a defined contribution scheme registered under the Social Security Act. The Secretariat's obligation under the scheme is limited to specific monthly contributions legislated from time to time and are currently fixed at Kshs. 1,080/= per employee per month. The contributions to NSSF in respect of current service have been charged to the statement of performance for the year.

k) Staff Gratuity

The Secretariat had thirty-five members of staff as at the end of the year, who are all employed on a 3-year renewable contract basis and are eligible for gratuity upon expiry of their respective contract terms. The Secretariat therefore operates a separate Gratuity Account for them where the amounts equivalent to 31% of the employee's monthly basic salary is remitted. The gratuity account is held at Co-operative Trust with the Co-operative bank. Movements in this account are clearly tabulated and accounted for in the financial statements.

l) Staff Annual Leave Accrual

Employee entitlements to annual leave are recognised when they accrue. A provision is made for the estimated liability for annual leave as a result of services rendered by the employee up to the end of the financial year.

Notes to the Financial Statements (Continued)

m) Foreign currency transactions

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. During the period under review, the Secretariat operations that involved foreign currency were handled through the Kenya Shilling based on the prevailing exchange rate.

n) Cash and Cash Equivalents

Cash and cash equivalents comprise of cash at bank. The bank account balances include amounts held at the Co-operative Bank of Kenya at the end of the financial year.

o) Related Parties

Following IPSAS 20 (Related party disclosures), the Secretariat regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over it, or vice versa. Members of key management are regarded as related parties and comprise of the Chairman and Members of the National Governing Council, Chief Executive Officer and directors.

p) Comparative Figures

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

q) Subsequent Events

In accordance to IPSAS 14(Events after the reporting period), there have been no events subsequent to the previous financial year end that are of significant impact on the financial statements for the year ended June 30, 2024.

5. Significant judgments and sources of estimation uncertainty

The preparation of the Secretariat's financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

The Secretariat did not make any significant judgments or change estimates during the year.

Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

Notes to the Financial Statements (Continued)

- a) The condition of the asset based on the assessment.
- b) The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- c) The nature of the processes in which the asset is deployed.
- d) Availability of funding to replace the asset.
- e) Changes in the market in relation to the asset

6. Transfers from Government

The Secretariat received funds from the State Department for Economic Planning.

(a) Transfer from government		
Description	2023-2024	2022-2023
	Kshs	Kshs
Unconditional Grants	360,130,000	271,656,249
Total	360,130,000	271,656,249

6(b) Transfers from Ministries, Departments and Agencies

Name of The Entity Sending The Grant	Amount recognized to Statement of Financial performance. *	Amount deferred under deferred income.	Amount recognised in capital fund.	Total transfers FY2023/24	FY2022/2023
	KShs	KShs	KShs	KShs	KShs
The National Treasury and Economic Planning	360,130,000	0	0	360,130,000	271,656,249
Total	360,130,000.00	-	-	360,130,000.00	271,656,249

7. Other Income

Description	2023-2024	2022-2023
	Kshs	Kshs
Salary in lieu of Notice	70,130.00	-
Income from Sale of Tenders	-	4,000
Income from Disposal	-	42,200
Total revenue from rendering of services	70,130	46,200

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Notes to the Financial Statements (Continued)

8. Use of Goods and Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Utilities Supplies and Services	1,006,056	844,723
Communication Supplies and Services	3,984,690	7,002,692
Domestic Travel and Subsistence	98,819,772	41,121,373
Foreign Travels and Subsistence	1,005,555	15,547,188
Printing, Information Supplies & Services	6,894,770	617,500
Advertising	322,400	1,271,680
Office Rent	10,327,649	10,569,129
Insurance Costs	109,392	10,390,023
Training Expenses	2,573,830	2,800,680
Hospitality Supplies and Services	29,530,634	15,797,192
Office and General Supplies and Services	3,239,310	2,625,799
Fuel, Lubricants and Oil	4,265,005	2,262,346
Other Operating Expenses * Note 9a	2,525,605	1,923,525
Total good and services	164,604,668	112,773,849

8 (a) Other Operating Expenses

Description	2023-2024	2022-2023
	Kshs	Kshs
Courier and Postal Expenses	9,700	27,900
Bank Charges	377,837	280,770
Membership Subscription	160,000	143,500
Parking Fees	1,099,680	1,099,680
KRA Penalty	24,672	-
Asset Tagging	125,000	-
Subscriptions to Newspaper	97,536	371,675
Tree Planting	631,180	-
	2,525,605	1,923,525

9. Employee Costs

Description	2023-2024	2022-2023
	Kshs	Kshs
Salaries and wages	72,443,291	72,299,514
Employee Gratuity	22,269,186	22,048,831

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Employee Insurance Cover	9,816,016	-
Travel, Motor car, accommodation, subsistence and other allowances	6,370,000	6,517,565
Housing Benefits and Allowances	21,860,000	22,467,677
Allowances (Leave, Acting, Extraneous, Domestic, Airtime)	16,621,653	13,062,261
Social Contributions- NSSF	462,240	455,760
NITA Levy	7,750	-
Housing Levy	1,480,589	-
Employee costs	151,330,725	136,851,608

**The increase in Salaries was due to the annual salary increments, additional staff appointed and the introduction of employer housing levy and NITA Levy.*

10. Council Members Expenses

Description	2023-2024	2022-2023
	Kshs	Kshs
Chairman's Honoraria	49,299	-
Council Sitting Allowance	2,630,000	-
Mileage Allowance	1,169,462	-
Capacity Building	2,463,045	-
Medical Expense	103,447	-
Subsistence Allowance	2,775,800	-
Total director emoluments	9,191,053	-

11. Depreciation and Amortization Expense

Description	2023-2024	2022-2023
	Kshs	Kshs
Property, Plant and equipment (see note 16)	7,477,478	4,813,123
Intangibles	258,198	-
Total Depreciation and amortization	7,735,677	4,813,123

12. Repair and Maintenance

Description	2023-2024	2022-2023
	Kshs	Kshs
Computer, Equipment and Furniture	125,360	156,976
Vehicles	1,572,422	1,659,734
Total repairs and maintenance	1,697,782	1,816,710

Notes to the Financial Statements (Continued)

Notes to the Financial Statements (Continued)

13. Contracted Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Office Cleaning Services	804,129	615,772
Office Flower Grooming	66,000	66,000
Total grants and subsidies	870,129	681,772

14. Cash and Cash Equivalents

Description	2023-2024	2022-2023
	Kshs	Kshs
Current account	53,822,762	35,305,131
Grand total	53,822,762	35,305,131

14 (a). Detailed Analysis of the Cash and Cash Equivalents

Description	2023-2024	2022-2023
	Kshs	Kshs
Current account	53,822,762	35,305,131
Grand total	53,822,762	35,305,131

15. Detailed Analysis of the Receivables from Exchange Transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Other Staff Debtors (non -exchange transactions)		
Staff Temporary Imprest	2,196,600	278,200
Salary Advance to staff	896,085	178,502
Kenya School of Government	181,197	0
	3,273,882	456,702
Prepayments (Insurance)		
Medical Staff	1,317,986	1,224,345
Medical Board	51,723	0
Motor Vehicle	21,352	53,432
Group Life	112,851	152,482
WIBA	353,908	371,249
ICT Maintenance	25,350	25,350
	1,883,170	1,826,858
Grand total	5,157,052	2,283,560

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16. Property, Plant and Equipment

	Motor Vehicles	Furniture and Fittings	Computers	Other Office Equipment	Totals
Cost	Kshs	Kshs	Kshs	Kshs	Kshs
At 1st July 2022	29,716,797	8,511,332	9,448,868	10,285,985	57,962,982
Additions	-	785,320	2,838,331	-	3,623,651
At 30 June 2023	29,716,797	9,296,652	12,287,199	10,285,985	61,586,633
At 1st July 2023	29,716,797	9,296,652	12,287,199	10,285,985	61,586,633
Additions	12,210,999	805,500	7,262,488	-	20,278,987
At 30 June 2024	41,927,796	10,102,152	19,549,687	10,285,985	81,865,620
DEPRECIATION					
At 1st July 2022	29,716,797	6,390,575	6,537,114	8,978,581	51,623,065
Depreciation charge for the year	-	1,162,082	2,365,293	1,285,748	4,813,123
At 30 June 2023	29,716,797	7,552,657	8,902,407	10,264,329	56,436,188
At 1st July 2024	29,716,797	7,552,657	8,902,407	10,264,329	56,436,188
Depreciation charge for the year	2,442,200	459,023	4,554,600	21,656	7,477,478
At 30th June 2024	32,158,997	8,011,680	13,457,007	10,285,985	63,913,666
Net Book Values					
At 30 June 2023	9,768,799	2,090,472	6,092,681	-	17,951,954
Depreciation Rate	20.0%	12.5%	33.3%	12.5%	



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Notes to the Financial Statements (Continued)

17. Intangibles

Description	2023-2024	2022-2023
	KShs	KShs
Cost		
At beginning of the period	-	-
Additions	4,824,370	
At end of the year/ period	4,824,370	-
Amortization and impairment		
At beginning of the year/ period	-	-
Amortization	258,198	-
At end of the year/ period	258,198	-
NBV	4,566,172	-

**During the year, there was a commitment on intangibles (ERP) worth Kshs. 3,251,000. An amount worth 775,370 for windows was amortized during the year.*

18. Trade and Other Payables from Exchange Transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Payables	1,704,457	925,029
Other Payables	12,895,999	-
Total trade and other payables	14,600,456	925,029

19. Cash Generated from Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Surplus / Deficit for the year	24,770,097	14,765,388
Adjusted for:		
Depreciation	7,735,677	4,813,123
Working Capital adjustments	32,505,774	19,578,511
Increase in receivables	(2,873,492)	(610,281)
Increase in payables	1,092,708	(1,504,780)
Net cash flow from operating activities	30,724,990	17,463,450

Notes to the Financial Statements (Continued)

20. Financial Risk Management

The Secretariat's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Secretariat's overall risk management programme focuses on the unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Secretariat does not hedge any risks and is a non-enterprising Government institution.

The Secretariat's financial risk management objectives and policies are detailed below:

(i) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Council, which has developed an appropriate liquidity risk management framework for the management of the Secretariat's short, medium and long-term funding and liquidity management requirements. The Secretariat manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

(ii) Market risk

The Council has put in place an internal audit function to assist it in assessing the risk faced by the Secretariat on an ongoing basis and evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rates, equity prices and foreign exchange rates which will affect the Secretariat's income or the value for money for the involved activities. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

21. Related Party Balances

Nature of related party relationships

Entities and other parties related to the Secretariat include those parties who have the ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

Government of Kenya

The Government of Kenya is the principal financier of the Council and the Secretariat. During the period under review, Government support to the budget was 100%. The related parties during the year were; -

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Notes to the Financial Statements (Continued)

- i) The State Department for Economic Planning
- ii) NEPAD/APRM Kenya National Governing Council
- iii) Key management

Transactions with related parties		FY2023-2024	FY2022-2023
		Ksh	Ksh
a)	Grants from Government	360,130,000	271,656,249
b)	Council Members Expenses		
	Chairman's Honoraria	49,299	-
	Council emoluments	9,141,754	-
	Total	9,191,053	-
c)	Key Management		
	Compensation to the CEO	10,954,720	11,065,613
	Compensation to Directors	21,945,320	21,183,000
	Total	32,900,040	29,210,283
d)	Purchases from related parties		
	Advertisement -My GoV	-	801,180
	Training -Kenya School of Government	1,903,997	-
	Conference facility - Kenya School of Monetary Studies	696,000	-
	Total	2,599,997	801,180

22. Segment Reporting

NEPAD/APRM Kenya Secretariat does not have any branches/reporting segments. All operations are managed from the registered office.

23. Contingent Assets and Contingent Liabilities

Contingent Liability		
Description	2023-2024	2022-2023
	Kshs	Kshs
Motor Insurance for KDK 857P	180,000	-
Total	180,000	-

**The amount refers to premium for the new car that is yet to be paid. No commitments for the same had been done as at 30/6/2024*

Notes to the Financial Statements (Continued)

24. Commitments

Commitments		
Description	2023-2024	2022-2023
	Kshs	Kshs
Authorized for	8,126,000	-
Authorized and contracted for	3,767,000	8,390,794
Total	11,893,000	8,390,794

**This is amount is for the purchase of a Van, balance for the ERP system that is yet to be handed over and conference fee.*

25. Taxation

There was no taxation during the financial year because the Secretariat is a non-enterprising organization.

26. Deferred Tax Liability

There was no deferred tax during the financial year.

27. Events After the Reporting Period

There were no material adjusting and non-adjusting events after the reporting period.

28. Ultimate and Holding Entity

The Secretariat is a Semi-Autonomous Government Agency under the State Department for Economic Planning in the National Treasury and Ministry of Planning. Its ultimate parent is the Government of Kenya.

29. Currency

The financial statements are presented in Kenya Shillings (Kshs)

20. APPENDICES

APPENDIX 1: PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/AUD/N EPAD/2022-2023/ (11)	Non-adherence to State Co-operation Act on board meetings	During the period under review, the NGC was not fully constituted to form a quorum to conduct the statutory meetings	Council fully constituted as per gazette notice 13096 of 27 th September 2023 and 7199 14 th June 2024.	Resolved
OAG/AUD/N EPAD/2022-2023/ (11)	Understaffing	The human resource instruments are in the process of approval.	Awaiting approval by PSC.	30/6/2025



.....
CHIEF EXECUTIVE OFFICER
Amb. Dr. Samori A. Okwiya

Date 27.12.2024

APPENDIX II: PROJECTS IMPLEMENTED BY THE ENTITY

Status of Projects completion

NEPAD/APRM Kenya Secretariat is a coordinating institution and does not implement projects directly. Therefore, during the period under review, the Secretariat did not directly implement any projects.

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APPENDIX III: INTER-ENTITY CONFIRMATION LETTER

Name of Transferring Entity: State Department for Economic Planning

Name of Beneficiary Entity: NEPAD/APRM Kenya Secretariat

Confirmation of Amounts received by NEPAD/APRM Kenya secretariat as at 30th June 2024						
	<u>Reference Number</u>	<u>Date</u>	<u>Recurrent</u>	<u>Devel opme nt</u>	<u>Total</u>	<u>Rema rks</u>
1	FT23219PP3MX/RT23219W18S4	07/08/2023	30,010,833	0	30,010,833	
2	FT2325011FDK/RT23250YZ8R4	07/09/2023	30,010,833	0	30,010,833	
3	FT23290PZ819/RT232902SKVK	17/10/2023	30,010,833	0	30,010,833	
4	FT233055KDHP/RT23305065RY	01/11/2023	30,010,833	0	30,010,833	
5	FT2334195RH4/RT23341FQRCR	07/12/2023	30,010,833	0	30,010,833	
6	FT24003LN2VG/RT24003SRVHR	03/01/2024	30,010,833	0	30,010,833	
7	FT24037ZPVC3/RT24037J3KQJ	06/02/2024	30,010,833	0	30,010,833	
8	FT240721WWH4/RT2407227GCB	12/03/2024	30,010,833	0	30,010,833	
9	FT24100DTXHM/RT241001R5C6,	09/04/2024	30,010,833	0	30,010,833	
10	FT2412136GHY/RT241213ZNGY	30/04/2024	30,010,833	0	30,010,833	
11	FT24164FJF55/RT24164XDHV0	12/06/2024	30,010,833	0	30,010,833	
12	FT24179FZC0B/RT24179SDQTF	27/06/2024	30,010,837	0	30,010,837	
		Total	360,130,000	0	360,130,000	

I confirm the amounts shown above are correct as of the date indicated

Head of Accounts Department – State Department for Economic Planning

Name..... Stijah Lubutu Sign..... [Signature] Date 30.07.2024

Head of Accounts Department – NEPAD/APRM Kenya Secretariat

Name..... MIRIAM N. SINDIYO Sign..... [Signature] Date 30.09.2024