

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

PARLIAMENT
OF KENYA
LIBRARY

OF

PAPERS LAID
DATE 5/3/2025
TABLED BY Majority leader
COMMITTEE
CLERK AT THE TABLE Angela

THE AUDITOR-GENERAL

ON

**BOMET WATER AND SANITATION COMPANY
LTD**

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



BOMET WATER AND SANITATION COMPANY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE
FINANCIAL YEAR ENDED
JUNE 30, 2024

**Prepared in accordance with the Accrual Basis of Accounting Method under the International
Financial Reporting Standards (IFRS)**

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

2. KEY BOMET WATER AND SANITATION COMPANY LIMITED INFORMATION

Background information The Bomet water Company was established on **18th June 2013** under the Companies Act (**Cap 486**) as a limited Company. The Company is headed by the Board of Directors who is responsible for the general policy and strategic direction of the Company. The Company is domicile in Kenya.

Principal Activities

The principal activity of the Company is to offer water services and sanitation to the residents of Bomet County.

Our vision is to be a world class water utility.

Our Mission Statement is to consistently provide high quality water and sanitation services in a sustainable and cost-effective manner to the delight of our customers.

Our core values include; Integrity, Customer focus, Team work, Innovation, Accountability, Transparency, Professionalism.

Directors

The Directors who served the Company during the year/period and up to the date of this report was as follows:

Names	Particulars	Date appointed
Eng John Kipkemoi Cheruiyot – Chairman	Chairperson-Bomet Central	Appointed on 03/04/2023
Mr Daniel Kipngetidge Sigei –Member	Independent Member-Bomet East	Appointed on 03/04/2023
Mrs. Daisy Chelangat Rono-Member	Independent Member-Sotik	Appointed on 03/04/2023
Mr William Kiplangat Bett - Member	Independent Member-Konoin	Appointed on 03/04/2023
Mrs. Diana Chepkurui Sang –Member	Independent Member-LIA Area	Appointed on 03/04/2023
CPA Erick Kipyegon Chepkwony– Member	Executive Member and Chief officer of Finance and Economic Planning	Appointed on 03/04/2023
Mr Solomon Kimetto –Member	Executive Member and Chief officer Water, Environment, Climate change and Natural Resources	Appointed on 03/04/2023
Mr John Mark Langat-Member	Executive Member and Count Attorney	Appointed on 03/04/2023

Corporate Secretary

The Office of County Attorney County Government of Bomet
P.O Box 19-20400 Bomet.

Registered Office:

Bomet Water Company Limited, Bomet Town,
Kipchamba Road
P.O. Box 588-20400 Bomet, Kenya.

Corporate Contacts:

Telephone: (+254) 0714-900-501
E-mail: bomwasco@gmail.com
Website: www.bometwater.co.ke

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Corporate Bankers:

1. Co-operative Bank of Kenya
Bomet branch,
P.O Box 501-20400,
Bomet, Kenya
2. Equity Bank Bomet Branch,
P.O Box 475-20400
Bomet, Kenya
3. Postbank Bomet Branch
P.O Box 30311-00100
Nairobi, Kenya
4. National Bank of Kenya Bomet Branch
P.O Box,
Bomet, Kenya

Independent Auditors:

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

Principal Legal Advisors

1. The Attorney General
State law office
Harambe Avenue
P.O Box 40112
City Square 00200
Nairobi, Kenya.
2. The County Attorney
County Government of Bomet Law Office
P.O Box 19-20400 Bomet, Kenya

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Table of Contents

1.	ACRONYMS AND GLOSSARY OF TERMS	iii
2.	KEY BOMET WATER AND SANITATION COMPANY LIMITED INFORMATION	iv
3.	THE BOARD OF DIRECTORS.....	vi
4.	MANAGEMENT TEAM.....	viii
5.	FIDUCIARY MANAGEMENT	x
6.	FIDUCIARY OVERSIGHT ARRANGEMENTS.....	x
7.	CHAIRMAN'S STATEMENT	xi
8.	REPORT OF THE MANAGING DIRECTOR.....	xiv
9.	STATEMENT OF PERFORMANCE AGAINST PREDETERMINED OBJECTIVES FOR FINANCIAL YEAR 2023/2024	xvi
10.	CORPORATE GOVERNANCE STATEMENT.....	xix
11.	MANAGEMENT DISCUSSION AND ANALYSIS.....	xxi
12.	ENVIRONMENTAL AND SUSTAINABILITY REPORTING.....	xxiv
13.	REPORT OF THE DIRECTORS.....	xxvii
14.	STATEMENT OF DIRECTORS' RESPONSIBILITIES.....	xxviii
15.	REPORT OF THE AUDITOR GENERAL ON FINANCIAL STATEMENTS OF BOMET WATER AND SANITATION COMPANY LIMITED.....	xxix
16.	STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2024.....	1
17.	STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024	2
18.	STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024.....	3
19.	STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024	4
20.	STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE PERIOD ENDED 30 JUNE 2024	5
21.	NOTES TO THE FINANCIAL STATEMENTS	6
22.	APPENDICES	23

1. ACRONYMS AND GLOSSARY OF TERMS






ICPAK	<i>Institute of Certified Public Accountants of Kenya</i>
IFRS	<i>International Financial Reporting Standards</i>
MD	<i>Managing Director</i>
PFM	<i>Public Financial Management</i>
PSASB	<i>Public Sector Accounting Standards Board</i>
WASREB	<i>Water Services Regulatory Board</i>
IEK	<i>Institution of Engineers of Kenya</i>
BCOM	<i>Bachelors of Commerce</i>
MSC	<i>Bachelors of Science</i>
CPA	<i>Certified Public Accountant</i>
CISM	<i>Certified Information Security Manager</i>
CISA	<i>Certified Information Systems Auditor</i>
MBA	<i>Masters of Business Administrations</i>
PHD	<i>Doctor of Philosophy</i>
OSH	<i>Occupational Health and Safety</i>
IEBC	<i>Independent Election and Boundaries Commission</i>
HRMPEB	<i>Human Resource Management Professionals Examination Board</i>
BOMWASCO	<i>Bomet Water and Sanitation Company Limited</i>
NAWASSCO	<i>Nakuru Water and Sanitation Company Limited</i>
KEWASCO	<i>Kericho Water Sanitation Company Limited</i>
NWCPC	<i>National Water Conservation and Pipeline Corporation</i>
KIM	<i>Kenya institute of Management</i>

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**

3. THE BOARD OF DIRECTORS





Photo	Directors & Qualification	Date of Birth and Experience
<p>Eng John K. Cheruiyot</p> 	BSc in Civil Engineering, IEK, Corporate Governance	<p>Date of Birth: 1959 Experience: over 33 years working experience gained entirely in the water and sanitation sector i.e. BOMWASCO, NAWASSCO, KEWASCO, and Engineer at NWPC. He is an independent Director and Chairperson to the Board</p>
<p>Mr Daniel K. Sigei</p> 	MSc Information Systems, Bcom and CPA K, CISM, CISA	<p>Date of Birth: 1967 Experience: over 30 years working experience, including 27 years in Oil & Gas industry Ministry of energy & Industry/Qatar energy as Advisor, Audit & Corporate Governance. He is an independent Director representing Bomet East Sub-County and Chairperson of Technical and Strategy Committee</p>
<p>Mr. William K. Bett.</p> 	Bachelor of arts, Sociology, and Economics, Higher Diploma Human Resources	<p>Date of Birth: 1970 Experience: Over 8 years' experience in Human Resource, Health and Safety at Senior level. He is an independent Director representing Konoin Sub-County and Chairperson of HR and Finance Committee</p>
<p>Mrs. Daisy Chelangat Rono</p> 	PHD in Business ,MBA, Bsc Agricultural Economics	<p>Date of Birth: 1968 Experience: Fifteen years of professional experience, CECM Bomet County, Constituent Elections Coordinator, Micro Finance officer at K-Rep Development Agency, Extension officer ADRA K. She is an independent Director representing Sotik Sub-County and Chairperson Audit Committee.</p>
<p>Mrs. Diana Chepkurui Sang</p> 	Doctorate of Philosophy in Business administration, Diploma in Education Management, MBA project Management, Bachelor of Education (Arts) Mathematics and Geography.	<p>Date of Birth: 1974 Experience: over 10 years as Principal, Director with Bomwasco, and worked as a presiding officer at IEBC. She is an independent Director representing Sotik Sub-County and a member of Technical & Strategy Committee, HR and Finance Committee.</p>

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**





Photo	Directors and Qualification	Date of Birth and Experience
<p>CPA Erick Kipyegon Chepkwony</p> 	<p>MSc in Accounting, CPA-K and BCOM</p>	<p>Date of Birth:1988 Experience: He is the Current CO-Finance CGOB, Over 10 years as Principal Accountant with CGOB and 1 year experience as Accountant Assistant at Chepchabas Cooperative Society. He is an Executive Director representing office of CECM Finance.</p>
<p>Mr. Solomon Kimetto</p> 	<p>MSc OSH, Bsc Environment and Lead Expert</p>	<p>Date of Birth:1979 Experience: He is the current CO-water, sanitation, Environment, Natural Resources and Climate Change. He is an Executive Director representing office of CECM Water.</p>
<p>Mr John Mark Langat</p> 	<p>Masters of Development studies (MDS), Bachelor of Laws LL.B, Postgraduate, Diploma in Law and Advocate of High Court</p>	<p>Date of Birth:1971 Experience: He is the Current County Attorney CGOB. He is an Executive Director and Legal advisor to the Board representing office of County Secretary.</p>
<p>Eng Fredrick Ruto to 31st January 2024</p> 	<p>BSc Water and Environmental Engineering, EBK,IEK,SMC</p>	<p>Date of Birth:1983 Experience: Over 12 years' experience with County Government in the water sector. He is the Managing Director and Secretary to the Board.</p>
<p>CPA Benard Ronoh From February 2024</p> 	<p>Bachelor of Commerce Specialisation in Finance. He is also a CPA-K and a Member of ICPA-K. Vast experience in Taxations, Financial and management accounting having attended several trainings organized by KSG, ICPAK, KESRA,DELOITTE,PWC,KESR A and WASPA</p>	<p>Date of Birth: 1985 Experience: Over 12 years' experience in accounting field having previously worked with Kenya Tea Development Agency and National Nurses Association of Kenya at a senior accounting position.</p>

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**

4. MANAGEMENT TEAM

Photos & Designation	Management & Qualification	Date of Birth & Experience
<p>Ag Managing Director to January 2024</p> 	<p>Eng Fredrick Ruto BSc Water and Environmental Engineering, EBK,IEK,SMC</p>	<p>Date of Birth: 1983 Experience: .Over 12 years' experience with County Government in the water sector.</p>
<p>Ag Managing Director From February 2024</p> 	<p>CPA Benard Kiprotich Ronoh Bachelor of Commerce Specialisation in Finance. He is also a CPA-K and a Member of ICPA-K. Vast experience in Taxations, Financial and management accounting having attended several trainings organized by KSG, ICPAK, KESRA,DELOITTE,PWC,KESRA and WASPA</p>	<p>Date of Birth: 1985 Experience: Over 12 years' experience in accounting field having previously worked with Kenya Tea Development Agency and National Nurses Association of Kenya at a senior accounting position.</p>
<p>Ag Technical Services Manager to December 2023</p> 	<p>Mr. Milton Kipkoech Kitur. Diploma in Water technology and trained NRW Expert. Trained as a technical teacher from KTTC and currently BOM chairperson in schools.</p>	<p>Date of Birth:1976 Experience: Acting Technical and operation manager. Over 5 years of teaching experience and over 10 years in water sector</p>
<p>Technical Services Manager From January 2024</p> 	<p>Mr Cornelius Langat BSc. In Agricultural Engineering. Member of EBK, SMC,</p>	<p>Date of Birth:1987 Experience: Over 9 years' experience in water resources engineering with vast experience project, planning and construction management</p>
<p>Human Resource and Administration Manager to December 2023</p>	<p>Mr. Gilbert Metet Bachelor of Business Administration Specialisation in Human Resource</p>	<p>Date of Birth:1988 Experience: Over 3 years' experience with County Government of Bomet</p>

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**

	<p>Management, He is also member of HRMPEB and holder of senior management from KSG</p>	<p>under ministry of Administration, served for 8 years with NPS.</p>
<p>Human Resource and Administration Manager form January 2024</p> 	<p>Mr. Sammy Maina Bachelor of Arts in Social work. He is also member of IHRM and KIM and a holder of senior management from KSG.</p>	<p>Date of Birth:1968 Experience: over 20 years with Ketapa, With County Government of Bomet, and Bomwasco.</p>
<p>Ag Finance Manager From February 2024.</p> 	<p>CPA Charles Tonui Bachelor of Business Management. He is also a CPA-K and a Member of ICPA-K.</p>	<p>Date of Birth: 1980 Experience: Over 11 years' experience in accounting field having previously worked with municipal council, County Government of Bomet and BOMWASCO.</p>
<p>Head of internal Audit</p> 	<p>CPA Richard Messi Bachelor Business Management Specialisation in Banking and Finance. He is also CPA-K and member of ICPAK</p>	<p>Date of Birth: 1976 Experience: Over 10 years' experience in accounting and audit in Dairy and Water Sector. Worked at various position with Bomet Water Company as Financial accountant, Business Development Manager and credit controller.</p>

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**

5. FIDUCIARY MANAGEMENT

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

1.	Ag Managing Director- To January 2024	Mr Fredrick Ruto
2.	Ag Managing Director- From February 2024	CPA Benard Rono
3.	Human Resource and Administration Manager- To December 2023	Mr Gilbert Metet
4.	Human Resource and Administration Manager- From January 2024	Mr Samuel Maina
5.	Ag Technical Services Manager –To December 2023	Mr Milton Kitur
6.	Technical Services Manager –From January 2024	Mr Cornelius Langat
7.	Head of Internal Audit	CPA Richard Mesis

6. FIDUCIARY OVERSIGHT ARRANGEMENTS

Audit and Risk Committee

The audit and Risk committee is chaired by Director Daisy Rono. The committee is appointed by the board and is composed of four board directors (Daisy Rono who is the Chair, Daniel Sigei, William Bett and Erick Chepkwony) and they aren't part of the Corporation's management. Head of internal Audit is the secretary of the Committee.

The audit and Risk Committee is responsible for helping independent auditors oversee the corporation's financial reporting system in a process independent of management. They achieve this in the following ways:

- Providing vital oversight of the corporation's financial reporting processes, internal controls and independent auditors
- Serving as a check and balance over the company's financial reporting practices
- Granting a forum for discussing financial concerns candidly and objectively

Finance and HR committee

The Finance committee has four members; Director William Bett who is the Chair, members includes; Director Erick Chepkwony, John mark Langat (County Attorney), Director Diana Sang and Managing Director is the secretary to the committee.

The role of the finance committee is primarily to provide short- and long-term financial oversight for the Company. Typical task include budgeting and financial planning, financial reporting, and the creation and monitoring of internal controls and accountability policies and practices.

Key responsibilities of the finance committee include those listed below.

- Budgeting and Financial Planning
- Reporting & Monitoring
- Internal Controls and Accountability, Transparency, and Risk Management
- Covering Audits and Investments
- Monitoring Other Risk Management Areas

County Assembly Oversight Committee

Public investment and Account committee play a crucial role is overseeing the financial and operational activities of the Company. Their main role is to ensure that the financial management of the Company is carried out in compliance with reliance laws and regulations. It also ensure that the resources of the Company is spend in strict compliance of financial management policies.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

7. CHAIRMAN'S STATEMENT

I take this immense pleasure at this opportunity to present to you the Annual Reports and financial statements for the period ended **30th June 2024**.

Operating Environment

This challenging environment has led to a slowdown in Africa's real GDP growth, which dropped to 3.1 percent in 2023 from 4.1 percent in 2022. Looking forward, however, the economic outlook is more positive, with growth expected to increase to 3.7 percent in 2024 and 4.3 percent in 2025, highlighting the strong resilience of African economies. This growth rebound will be underpinned by expected improvements in global economic conditions and effective policy measures. With these outturns, Africa will remain the second-fastest growing region globally, with 40 countries set to achieve post higher growth rates relative to 2023 levels.

Kenya's economy grew 5.2% in 2023, up from 4.8% in 2022, as agriculture rebounded, and services grew moderately. On the supply side, services accounted for 69% of the growth and agriculture for 23%, while on the demand side, household consumption accounted for 70%. Inflation edged up to 7.7% in 2023 from 7.6% in 2022, driven by core inflation (32% of the change), fuel inflation (26%), and cost-push inflation (9% year on year increase in the producer price index). *Source : (African Economic Outlook (AEO) 2024).*

Outlook and risks

Kenya's GDP is projected to grow 5.4% in 2024 and 5.6% in 2025, driven by services and household consumption. Inflation is expected to fall to 6.2% in 2024 and 5.5% in 2025, as food and global inflation both decline. Monetary policy is expected to be accommodative due to projected stable inflation and exchange rates. The fiscal deficit is projected to narrow to 5.9% of GDP in 2024 and 5.0% in 2025 in response to a revenue-led fiscal consolidation program. The current account deficit is projected to narrow to 4.6% of GDP in 2024 and 4.5% in 2025 as a recovery in global trade reduces the trade deficit. However, the outlook is subject to considerable risks, including tight global financing, drought, political instability in neighboring countries, and slow recovery of global growth. Risk mitigation measures in the medium to long term include building fiscal and external buffers (e.g., foreign exchange reserves), strengthening disaster preparedness, and accelerating structural transformation. *Source : (African Economic Outlook (AEO) 2024).*

Reform of the global financial architecture

Kenya's GDP growth averaged 4.6% between 2019 and 2023, lower than its 10% target in Vision 2030. Growth has been no inclusive, attributable to the minimal contribution of structural transformation to growth. This has resulted in the low poverty-reduction and employment-creation capacity of growth. On average, structural transformation accounted for 28% of labor productivity growth between 2007 and 2022. A quarter of GDP growth came from sectors resilient to shocks. Output growth of 5.8% a year is needed to absorb the 680,000 people entering the labor market. With accelerated structural transformation, GDP growth of 7.3% could create 1.36 million new jobs and cut unemployment to 7%. Achieving this requires improving governance, infrastructure, human capital development, access to finance, and macroeconomic stability.

The global financial architecture presents challenges to Kenya in meeting its financing gap. Kenya needs \$12 billion annually by 2030 and \$2 billion annually by 2063 to close its financing gap to fast-track structural transformation. Some of the funds could be raised through domestic resource mobilization; the current tax-to-GDP ratio of 13% is below its 27% potential. Other options include deepening the domestic financial market and mobilizing private capital and rents from natural

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

resources. Kenya raised resources equivalent to 5% of GDP from external sources recently. Kenya is calling for changes to the global financial architecture, including the debt architecture, concessional finance, and voice and power in decision-making.

Performance Review

The Company has continued to expand the services in an effort to reach more customers in our coverage as laid in our five-year strategic plan. Last year, we held various Board meetings which met the threshold of the required minimum of yearly meetings. We played our oversight and policy making roles. Therefore, I stand here to inform you that the business of the Company was executed with due diligence; always ensuring that the interests of the shareholder and those of the community, were taken care of. The company began implementation of its second strategic plan 2021-2026. This plan will concentrate on putting the company on a growth path. The plan comes at a critical time where the operating landscape is being shaped by emerging socio-economic, political and unforeseen situations/conditions. The plan is expected to help navigate the company during calm and turbulent times and emerge successful in achieving its objectives.

Financial performance

During the year under review, the company reported a dropped in turnover by 21 percent from Kshs 98,357,451 to Kshs 78,358,638. The decrease in turnover is attributed to high rainfall received during the year as well as power interruptions. The Company continued to receive subsidies from the County Government of Bomet to a tune of Kshs.80 million. The total costs decrease from Kshs 220,661,779 to Kshs 207,680,750 representing 6 percent. This was occasion by reduction in levies and fees as well as the cost of power due to power disconnections.

The operation & maintenance cost recovery increased from 43% to 46% during the period due to reduction in cost of operations. Revenues generated are still low and the company continued to rely heavily on County Government to cover some cost of operations.

Challenges

The main challenges facing the Company are the high level of Non- Revenue Water which arose due to flat-rate connections, and leaks and bursts due to dilapidated water infrastructure, Continuous power disruptions, increment in cost of operation due to devaluation of Kenya currency, low water coverage, low revenue collection efficiency due expired water tariff, low financial sustainability because of low O & M coverage. WSPs should improve their overall financial management including prudent internal controls AND investment in management of NRW aimed at improving revenue collections to attract funding from public and private commercial lenders for their expansion of water and sanitation infrastructure.

Future Outlook

BOMWASCO implemented 2021-2026 strategic plan and realization of its goal and objectives will begin to manifest itself within the short term horizon. In addition, the Company has initiated the process of application for new tariffs which reflects cost recovery. The Company has also put in place ambitious programme to ensure 100% metering of all consumers through signing of MOU with the State Ministry of Water and Sanitation, source funding from City Tap SAS to ensure all our customers are metered in Konoin sub-county and Digitization of its services to improve on operational efficiencies. We continue to count on the support of all our stakeholders to achieve the vision of our company. We look forward to operationalized gravity Bomet-Mulot through the National Government which is currently at 40% completion, the Chebangang' water project through Partnership of The

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Kenya Red Cross Society and County Government of Bomet as well as the numerous interventions within the Department of Water and Irrigation of Bomet County Government. Through these projects, the company is expected to finally achieve its goals of self-sustainability provision of water services to all, and contribute towards the achievement of the National Governments Bottom-Up Agenda of ensuring an accelerated access to clean, safe water and Sanitation Services as well as SDGs and vision 2030.

From the aforementioned, indeed the future of the company is bright.

Conclusion

Bomet Water and Sewerage Company is a Company that is guided by core values of providing services to its people. We strive to achieve the satisfaction of everyone through better services by ensuring fair distribution of water resources because we recognize that water is a constitutional right to every citizen. Over the years, Bomwasco has undergone several stages of development and it continues to develop especially in the infrastructure of water and sewer systems in order to ensure efficiency and to meet the needs of all clients as it seeks to be the leading Company locally and regionally.

We know that every little effort count, especially when magnified by the scale of our regional operations and workforce. Just as we know, to make a truly meaningful impact, sustainability efforts have to be continuous and long term. Here at Bomwasco we are fully committed to responsible business and environmental stewardship.

The Board and Management will continue to work together to strengthen the Company's internal controls and enterprise risk management, promote a culture of integrity and strive for highest ethical business standards.

As the Chairman of the board, I am committed to providing leadership and oversight to the amazing team at Bomwasco, who have continued to work diligently and exhibited resilience in challenging times as well as all partners, shareholders and the Government for their continued support during the period.

Lastly, I thank my fellow Board members and urge them to work zealously in the best interest of the Company.

Thank you for being a part of the Bomwasco family. You are special, and we value you.

THANK YOU, AND GOD BLESS US ALL


.....
Mr JOHN CHERUIYOT
CHAIRMAN, BOARD OF DIRECTORS

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

8. REPORT OF THE MANAGING DIRECTOR

INTRODUCTION

Bomet Water and Sanitation company ltd prepared this annual report to fulfil its obligation of providing information on performance to the licensee, the water regulator, the Government of Kenya, and the stakeholders. In the period covered by the financial report, there was regular provision of water and sanitation services save for minor interruptions occasioned by power outages, power fluctuations, and general breakdowns.

Financial review.

During the year 2023 /2024, the company turnover dropped from Kshs 98,357,451 to Kshs 78,358,638 representing 21 percent decrease due to Power outages and Malfunctioned aged meters. There was a decrease in subsidies received from the County Government of Bomet from Kshs 83,000,000 to Kshs 80,000,000 representing 4 percent. The total costs increased from Kshs 220,661,779 to Kshs 207,680,750 representing 6 percent decrease. This was occasion reduction in cost of power as well as levies and fees.

The operation & maintenance cost recovery increased from 43% to 46% during the period due to reductions in general cost of operations. Revenues generated are still low and the company continued to rely heavily on County Government to cover some cost of operations.

Customer focus.

To ensure effective and efficient services delivery, the company will continue to focus on a high level of service delivery and communication directly and frequently with customers. The company shall meet customers' needs by protecting their rights to adequate water, safe and reliable water and sanitation services.

The company will focus on operational efficiencies by digitizing its systems and updating the customer database for smooth services delivery and embracing technology .the Company will continue to build capacity of staff at all levels to deliver on their responsibilities.

Water Quality.

To ensure our customers get quality water services, Bomet Water will continue to tests water quality regularly prior and after treatment to ensure water meets standards both internally and externally.

All testing is done with accredited laboratories. The results of testing are published. All the tests carried out during the period passed the minimum threshold of the national water quality standards.

Technical Operations.

During the period the company produced **1,936,052 m³** of water compared to **2,048,124 m³** FY 2022/2023. This was an decrease of **5%** due to power disconnection during the year under review A total of over **30 km** of pipeline extension was constructed within the coverage area by Department of Water and Water Sector Trust Fund.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

The Company water supply hours stood at an average of **14.7** hours in all water schemes, and non-revenue water during the period was **54.16%** compared to **63%** in FY **2022/2023** a reduction by **14%**. In order to address non-revenue water, the company through Department of Water has signed a Memorandum of Understanding (MOU) with the state Ministry of Water and Sanitation to ensure **100%** metering of all consumers.

Over the year cost of production has continued to rise and the company in pursuit for its sustainable supply, it has put in place measures to cut down on cost of production by implementing gravity fed water systems. The following projects which are gravity fed are in advance stage of implementation that is ; Bomet Mulot Water project which will decommission Bomet Water Supply, Longisa and Sigor Water Supply, this will result in an increment in customer base and eliminate the cost of power in the respective schemes. Also, the CGOB in conjunction with Kenya Red Cross Society is constructing Chebangang water supply which is 100% gravity. Through National Government plans are in advance stage to Launch Bosto Water Supply, which will supply water to at least 66% water coverage in Bomet County. These project also be matched with existing water network in Konoin, Bomet Central, Sotik and partially Chepalungu sub- National government also plans to launch Bosto Water Supply which will cover at least **66%** area coverage of the county of Bomet.

To boost sanitation services, the company has continued to sensitize business community to connect their premises with existing sewer networks in Bomet Town and at same time offers exhausting services in areas without sewer networks. The Company has entered into an MOU with private exhauster vendors to boost exhausting services. Through the Department of Water, a designed for Sotik Sewerage plan has been done and county is in the process of sourcing for potential financier to implement the project.

Through partnership with WSTF, the Company has built Public Sanitation Facility at Ndanai market to boost sanitation within Bomet County.

Conclusion

On behalf of and that of Board of Directors and Management, let me express our gratitude to the Sector Development Partners for the financial & technical support in general and in particular to the County Government of Bomet, WWDA, WSTF, WASREB and Dig deep (Africa) for the support your extended to the company throughout the year. I also wish to express my gratitude to all our staffs who worked tirelessly and shown commitments to ensure successful provision of water and sanitation services to our customers.

We strongly affirmed our commitment to be a world class water utility in provision of water sanitation services to delight of our customers.

.....
Mr. Benard Ronoh
Ag MANAGING DIRECTOR

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

9. STATEMENT OF PERFORMANCE AGAINST PREDETERMINED OBJECTIVES FOR FINANCIAL YEAR 2023/2024

Section 81 Subsection 2 (f) of the Public Finance Management Act, 2012 requires the accounting officer to include in the financial statement, a statement of the national government Company’s performance against predetermined objectives.

Bomet water company Limited has strategic pillars and objectives within its Strategic Plan for the FY 2023/2024. These strategic pillars are as follows: Development of water and sewerage infrastructure, Operational efficiency and customer service, financial sustainability, institutional capacity, corporate governance

Bomet water company Limited develops its annual work plans based on the above Five (5) pillars. Assessment of the Board’s performance against its annual work plan is done on a quarterly basis. The company achieved its performance targets set for the FY 2023/2024 period for its Five (5) strategic pillars, as indicated in the diagram below:

Theme	Objective	Strategy	Achievements
Water and sewerage infrastructure development	Increase water supply coverage from 9% to 66% by 2026	Improve production of water in existing water supply schemes	9.94%
		Expand distribution network and construction of storage reservoirs	
		Rehabilitate and upgrade existing water treatment plants to increase capacity	
		Augment /develop treatment plants in all the water supply schemes	
		Rehabilitate Itare water supply to achieve its original design capacity	
		Takeover community water projects	
	O & M cost coverage over 100%	To achieve O & M cost recovery through efficient delivery of services and solid billing and collections performance in line with WASREB performance indicators	46%
	Increase sanitation coverage from the current 68% to 90%	Develop sewer network for a new sewer system in Bomet and other towns	98.98%

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Operational efficiency and customer service	To improve hours of water supply from 14 hours to 16 hours by 2025	Redesign distribution networks and replace old dilapidated networks	14.7
		Improve reliability of water supply	
	Reduction of non-revenue water from 65.78% to 40 % by 2026	Install master, zonal and consumer meters	55%
		Procure leak detector equipment	
		Block mapping of the water reticulation system using GIS	
		Accurate meter reading	
	Strengthen non-revenue water reduction unit (water loss control unit)		
	To improve water quality to KEBS standards by end of 2022	Replace filter media	Achieved
		Build and equip a central water laboratory and equip all the existing site labs in all schemes	
	Establish and improve customer satisfaction levels to above 70%	Set up an efficient customer care unit	75%
Establish customer satisfaction levels and meet 70% target at minimum			
Financial sustainability	Increase monthly revenue billed from Kshs 5 million to Kshs 13 million by 2026	Increase new connections	5.5 M
		Meter customers with a flat rate	
		Eliminate illegal connections	
		Ensure accurate & timely meter readings	
		Revive dormant accounts	
		Service/ replace malfunctioning meters	
	Improve collection efficiency from 78% to 90%	Diversify revenue collection points and payment modes	85%
		Collect current and old debts/arrears	
	Establish baseline billing efficiency and increase it to 100%	Adhere to meter reading cycle	95%
		Establish billing efficiency through computerized finance system	

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	Implement a sound financial management system by 2024	Install an integrated financial management system	Implemented
	Strengthen procurement systems	Adherence to procurement policy and budgets	Adhered
Institutional Capacity	Attract, develop, motivate and retain highly qualified and disciplined staff	Align staff establishment with the needs of the company	Achieved
		Strengthen staff capacity (staff development)	
		Enhance employee satisfaction	
		Enhance staff welfare	
		Implement the HR policy	
	Improve company visibility and image	Marketing, branding through company uniforms, ID's, Signage and advertisements, CSR activities.	Achieved
	Construct and furnish company office		
	Procure motor vehicle.		
	Create a conducive environment friendly for idea generation.		
	Achieve staff productivity ratio and personnel O&M cost	To increase connections and revenue	24
Corporate Governance	Enhance good corporate governance	To strengthen capacity of the board on corporate governance	Achieved

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**

10. CORPORATE GOVERNANCE STATEMENT

Board Charter

The company has developed a board charter setting out the role, composition and responsibilities of the boards of directors ('the Board') of Bomet Water and Sanitation Company Limited. The conduct of the Board is also governed by the water Act 2016, Companies Act, 2015 and the leadership and Integrity Act of 2012 and the Public Officers Ethics Act. The Charter is reviewed at the Board's 1st meeting of each financial year where necessary.

Authority

The Board of Directors ('Board') is responsible for the stewardship of the Company.

The board's mandate is to ensure that maximization of shareholder's value and safeguarding the shareholders' interests including securing sustainable long term financial results and increasing shareholders value, with proper social and environmental considerations. The Board collectively has sound and sufficient knowledge and expertise to enable effective governance and oversight

Composition.

The Board consists of nine members, excluding The Managing Director who is the secretary to the Board

Members are: -One director representing the County Treasury, one director representing the Department of Water, Irrigation and Climatic change Bomet County, one member representing the Office of County Attorney Bomet County and One member representing each of the five sub counties in Bomet County.

Terms of office

The tenure of an independent director is a cumulative of maximum of six (3) years. One third of the Board members other than those from the County Government, retire from office by rotation every year and are eligible for re-appointment for another final term of three years.

Board Remuneration

The Board's remunerations is dependent upon the Company's financial ability to pay as per the approved annual budget and the requirements of the corporate governance guidelines by the Water Service Regulatory Board and the guidelines of the remunerations and benefits by the Salaries and Remuneration Commission. **Kshs 2,505,000** was paid as allowances, training costs, and transport and lunch allowances.

Members and attendance to meetings and Board Committees

All members endeavor to attend the Board meetings on invitation. The Chairperson is elected among the members and must come from the independent Board Members. The Managing Director or his designate is the secretary of the Board.

The quorum for the meeting is at least two thirds of the members of the Board. In the absence of the Chairperson and while quorum of two thirds is respected and temporary Chair is elected to conduct the meeting.

The Board excised oversight function through three committees that reported to the full board on quarterly basis. The committees that operated during the year were:

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

1. Technical and Strategy Committee
2. Audit Committee
3. Finance and HR Committee

The membership to the committees was drawn from the Board of Directors and the committees was chaired by independent Directors.

Board Committee & Full Board Meetings and Key activities

S/NO.	Item	No. of Meetings FY2023-2024
1	Finance and HR Committee	2
2	Audit Committee	2
3	Technical and strategy Committee	2
4	Executive consultation meeting	4
5	Special Full Board	2
6	Full Board	4
7	Board Induction	1
8	Stakeholders Forum	1

Procedure at meetings

The business of the Board is conducted in accordance with the roles and responsibilities of the Board or any other applicable Government Circular or guideline. Decisions of the Board are taken by consensus or where it is not agreeable, the decision is supported by a majority of votes cast at a meeting with a quorum is present.

Delegation.

The Board delegates some of its roles and responsibilities in adherence to the Memorandum and Articles of Association.

Performance Evaluation.

The Board did not carry out Board self-evaluation exercise within the period under review since all the members were appointed during the year.

The assessment process included time of meetings, length of meetings, attendance at meetings, location of meetings (sustainability), content of meetings, results of recommendations on matters discussed, achievements, satisfaction rating of members and meeting Management. Guidelines of the Water Service Regulatory Board will be adhered to.

Roles and responsibilities

The Board, in consultation with management, develops strategic direction for the annual and long-term period. The board also prepares for the Annual General Meeting and determines the agendas in which annual audited accounts are presented. At its regular meetings, the Board considerations include: Technical performance & capital investment projects; Finance and HR progress quarterly reports and budget approval and Audit reviews and quarterly reports. Other considerations include approval of policies & amendments thereof

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

11. MANAGEMENT DISCUSSION AND ANALYSIS
COMMERCIAL PERFORMANCE

During the year, the number of customer connections increased by 559 connections. This was due to marketing and pipeline expansion undertaken by County department of Water. The Company also managed to bill customers a total of **Kshs 78,358,638** million and collected total revenue of **Kshs 66,235,142** representing collection efficiency of **85%**. During the year, there was a decrease in total expenditure from **Kshs 220,661,779** to **Kshs 207,680,750** representing an increase of **Kshs 12,981,029** and translating to **21%** decrease. This was occasion by power disconnections and reductions in levies and fees.

OPERATIONAL PERFORMANCE

During the period, the company was able to produce **1,936,052** cubic meters of water from water production facilities. Out of these, **887,546** cubic meters was sold. The water produced was of high-quality meeting WHO standard as recommended by the regulator. As indicated above, the Non-Revenue Water during the period was **54%** which is a decrease from **63%** the previous financial year due to the use of PAYGO smart meters within Bomet and Sotik area.

In order to secure future water demand, Bomet-Longisa-Mulot gravity water project with a designed capacity of 17,000 cubic meters per day is at 30% completion. This project once completed, it will increase coverage and reduce cost of production as it is a gravity fed system and covers wider area.

HUMAN CAPITAL

The Company requires highly skilled manpower and adequate systems, equipment and administrative resources. The Company formulated strategies of enhancing staff capacity and welfare in order to attract and retain staff, build their skills, and motivate them to exploit their full potential in realizing the goals and objectives of the company. The company formulated and implemented policies and procedures to facilitate this process. Training and capacity building of staff was done on continuous basis based on organizational development and individual needs.

The company also intend to acquire the necessary office space to comfortably accommodate the staff and equip them with necessary tools in order to improve service delivery and strengthen operational efficiency. Critical to this is the need for the company acquired, implemented and maintained the necessary and appropriate Information Communication and Technology (ICT) system. In addition, the company focused on improving its visibility and enhancing its corporate image to better position it as a high-class water service provider.

CUSTOMER SERVICES.

The Company embraced technology, ensure adequate and effective communication internally and externally, and strengthen staff capacity at all levels to deliver on their responsibilities. The Company also set up an efficient customer care unit.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Key projects Implemented

Item	Project	FY	Financier	Project costs
1.	Electric pump set complete with Panel	2022/2023	WSTF	18,149,580
	Elevated Press Steel Tank			
	Kapkwen Pipeline Extension (9.4 km)			
	HDPE DN 125 - 4.4km			
	HDPE DN63- 4 km			
	PPR DN32- 1 km			
	Water Kiosk- 1 No			
Water Meters- 161 No				
	Yard taps- 50 No			
2.	Ndanai Market Public Sanitation Facility- PSF building, Septic and Soak away pit	2022/2023	WSTF	4,933,373

Ongoing projects

Item	Project	Progress (%)	Remarks
1.	Itare NRW reduction Project- Funded by City Taps	5%	CIS and DMA mapping done Installation of Bulk meters for bulk Water meters and data loggers began on 15 th July 2024
2.	Siongiroi- Chebunyo pipeline distribution- Funded by World Vision Kenya	45%	A meeting was held on 20 th June 2024 between WV Bandaptia and BOMWASCO to discuss the way forward on the issue of the rising main and it was resolved that a request be made to WV to replace the GI section with HDPE and installation of NRVs and AVs.
3.	Pumpset <ul style="list-style-type: none"> Sotik high lift Mogombet high lift 	100% 90%	Under DLP Installation complete, awaiting testing and commissioning
4.	Chebangang Water Project <ul style="list-style-type: none"> Phase I- Intake Structures, Gravity pipe conveyance Phase II- Distribution lines (6.7 km HDPE DN 160mm, 1 km HDPE DN 110mm) 	100% 45%	2.3 km of pipes have been delivered, 70% of the entire length has been trenched

Compliance

BOMWASCO has maintained accreditation, certification and compliance with or through the following;

1. The Company has valid operation license
2. OHS Certificate
3. Compliant to Water Act 2016

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

4. NEMA Compliant
5. WASREB Corporate Governance guideline for the water services sector.

Risks and their Mitigations

S/N	Risks	Description	Mitigation
1	Climate Change	<ul style="list-style-type: none"> • General warming trend. • Rainfall patterns have changed, with the long rainy season becoming shorter and dryer. 	<ul style="list-style-type: none"> • The planned construction of a reservoir dam upstream in liaison with CRWWDA • Reforestation. • Adoption of Green Energy.
2	Deep-rooted trees.	<ul style="list-style-type: none"> • Deep rooted trees have been puncturing the intake main lines causing water supply interruptions 	<ul style="list-style-type: none"> • Community mobilization for deliberate efforts to cut down those trees and plant less destructive trees.
3	Power failure/Interruptions.	<ul style="list-style-type: none"> • Failure to supply water in the high-level areas which require pumping while also disrupting the water supply. 	<ul style="list-style-type: none"> • Purchase stand-by generators and solar. • Solarisation.
4	Environmental degradation.	<ul style="list-style-type: none"> • Human activities such cutting of trees which may affect our source of water. 	<ul style="list-style-type: none"> • Aggressive tree planting in our water catchment areas. • 1M trees to be planted between years 21/22-25/26. • Community education on tree planting initiatives.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

12. ENVIRONMENTAL AND SUSTAINABILITY REPORTING

i. Sustainability strategy and profile

The company has remained committed in engaging in activities that are sustainable to ensure dependence by the future generations on current resources. Some of the key activities include:

Responsible utilization of the available resources i. e water: The Company ensures the abstraction for the river in optimal and wastage during transmission, treatment and distribution is to the minimum. Effluent from the company's sewerage treatment plants is discharged back to the environment after undergoing treatment process to meet the required standards.

Conservation activities through tree growing both internally and through partnerships has been accelerated in the last 2 years.

In order to improve on operational efficiencies, the Management is focusing on sustainable projects and in processing of reviewing its Tariff to be cost recovery. In addition, the Company is digitizing its operations for efficient service delivery and Cost reduction. The gravity fed system, are in advance stage of implementation includes; Bomet Mulot Water project which will decommission Bomet Water Supply, Longisa and Sigor Water Supply, this will result in an increment in customer base and eliminate the cost of power in the respective schemes. Also, the CGOB in conjunction with Kenya Red Cross Society is constructing Chebangang water supply which is 100% gravity.

Through National Government plans are in advance stage to Launch Bosto Water Supply, which will supply water to at least 66% water coverage in Bomet County. The Scheme will supply water to existing water network in Konoin, Bomet Central, Sotik and partially Chepalungu sub-Counties.

ii. Environmental performance

Annually, the Company conducts several initiatives on environmental and catchment area conservation. During the year the, over 10,000 seedlings were processed for transplanting to the service area from the Company's tree nursey established the previous year. A total of 15,600 tree seedlings were planted and continuous monitoring put in place to ensure growth as the company aims at planting 500,000 trees by 2026 in support of the government 15B tress drive to be achieved by 2032. further the company ensure adherence to NEMA protocols on waste water processing and controlled the discharge to the environment.

iii. Employee welfare

The hiring process is clearly outlined in our HR Manual. We also consider the constitution -2010 Chapter six on Integrity of the office holders as we recruit.

The hiring process in BOMWASCO we begin by need analysis to identify the gaps that are there in the company the board of management approves the vacancies and they are advertised as per the law. Interview is conducted and gender is observed in recruitment process. We also encourage PWD to apply and also check on regional balancing. Every year we Conduct stakeholders meeting. These is a platform to get feedback from our key stake holders and reactions to our service. Among the attendees we have: Regulators such as WASREB, Our suppliers, Bank representatives, our customers.

For the staff we hold regular meetings and an annual AGM.

Training need assessment is carried at departmental level every financial year, training caps both at individual level, section or unit are identified a budget is allocated for the same and a training calendar is set. Training evaluation is done quarterly after training to ascertain effectiveness.

Staff that have acquired skills in their field either by going to school to further their studies or by learning the skills at work are considered in the internal adverts for the vacancies that arise in the company.

Through our performance management system, we are able to set targets of different time lines (daily, Weekly monthly quarterly and annually) via our ERP system these enables us to be able to quantify the productivity of our staff via appraising as per the timelines mentioned prior these ensure that the best performers are rewarded via monetary or promotions and worst performance are taken via counselling through our welfare docket, retrained and worst scenario demoted.

The Company has an operational OSH policy. The management established a committee that audits and reports

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

OSH occurrence sits responsible for training and communication to staff on OSH related issues. Different departments are trained often on OSH.

iv. Market place practices

The Company intends to carry out the following;

a) Responsible competition practice.

The Company ensures responsible competition practices with issues like anti- corruption, responsible political involvement, fair competition and respect for competitors

b) Responsible Supply chain and supplier relations

The Company maintains good business practices, treats its own suppliers responsibly by honoring contracts and respecting payment practices.

c) Responsible marketing and advertisement

The Company maintain ethical marketing practices.

d) Product stewardship

The Company safeguard consumer rights and interests

v. Corporate social responsibility statement/Community Engagement

The Company recognizes that it has responsibilities to all stakeholders which include the interests of customers, suppliers and employees and the community; the need for company's relationships with customer, suppliers and others and the impact of its operations on the local communities and the surrounding environment where it operates. Customers are highly regarded and valued and their contribution to the Company is highly respected.

Environmental performance

The Company relies on the environment which provides water which is produced, treated and transmitted via pipeline to respective customers. On sewer management, the sewerage system is still new and has not yet discharge effluent to the environment. The water treatment plant uses certified chemicals in dosing system. A well-managed environment is the key to human kind survival and the BOMWASCO shall endeavor to play its role.

Community Engagements

The company recognizes co-existence with others and hence it has been actively involved in activities and social events occurring within its area of jurisdiction. Bomet water acknowledges its responsibility to the society in its capacity as a corporate citizen. Consequently, it endeavors to play an active role in water issues in the county. In the year under review Bomwasco provided water tanker services to schools, health facilities and public functions at areas outside the gazette area of jurisdiction at an affordable rate. The company also visited children's home.

The Customer

Efficient delivery of services to our customer is one of the crucial areas of the Company's operations. The hours of water supply range from 12 to 16-hour service per day. The interruptions were minimal. Customer service is an area of high priority as the Company is cognizant of the importance of the customer in the service delivery process and indeed to its overall performance. The Company is therefore committed to effective communication with the customers and sensitizing them on key issues in the management of water resource especially at the consumption point.

Though the company has not fully met needs of unserved customers, the company has endeavored to extend service using its own resources and has even mobilized funds from donors to extend service to customers.

Employee welfare

The Company recognizes that health, safety and training, play a key role in ensuring that our employees committed to responsibility in the workplace and a working environment in which personal and employment rights are upheld. Effective policies and procedures are aligned with Company needs and the promotion of good communication processes, to assist timely and consistent delivery of relevant information to employees.

The Company provides equal opportunity for all employees and job applicants. It has in place policies covering issues such as performance management, training and family friendly policies. E.g., Compassionate Leave, Paternity

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Leave. The employees of the Company are active players of various teams which compete locally and nationally.

Stakeholders

The company actively encourages open communication with stakeholder. Principally through the board, the company endeavors to establish and maintain healthy relationships with its institutional stakeholders by holding regular consultations on issues requiring stakeholder participation as enshrined in the Constitution of Kenya 2010.

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**

13. REPORT OF THE DIRECTORS

The Directors submit their report together with the audited financial statements for the year ended **June 30, 2024** which show the state of the Company's affairs.

I. Principal activities

The principal activities of the Company are that of the provision of water and sanitation services to residents of Bomet County.

II. Results

The results of the Company for the year ended **June 30, 2024** are set out on page **1-22**

Directors

The members of the Board of Directors who served during the year are shown on **page (vi-vii)** in accordance with Regulation of the company's Articles of Association.

III. Auditors

The Auditor General is responsible for the statutory audit of the company in accordance with Article **229** of the Constitution of Kenya and the Public Audit Act **2015** to carry out the audit of Bomet Water Company Limited for the year/period ended **June 30, 2024**.

By Order of the Board

Mr. Benard Ronoh


.....

Dated.....*26/9/2024*.....

Ag Managing Director/Secretary to the Board

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

14. STATEMENT OF DIRECTORS' RESPONSIBILITIES

Section 164 (b) of the Public Finance Management Act 2012 and (Section 14 of the state corporation Act), require the Directors to prepare financial statements in respect of the company, which give a true and fair view of the state of affairs of the company at the end of the financial year/period and the operating results of the company for that year/period. The Directors are also required to ensure that the company keeps proper accounting records which disclose with reasonable accuracy the financial position of the company. The Directors are also responsible for safeguarding the assets of the company.


The Directors are responsible for the preparation and presentation of the company's financial statements, which give a true and fair view of the state of affairs of the company for and as at the end of the financial year (period) 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 company; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the company; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Directors accept responsibility for the company's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards (IFRS), and in the manner required by the Companies Act. The Directors are of the opinion that the company's financial statements give a true and fair view of the state of company's transactions during the financial year ended June 30, 2024, and of the company's financial position as at that date. The Directors further confirm the completeness of the accounting records maintained for the company, which have been relied upon in the preparation of the company's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the Financial Statements

Bomet Water and Sanitation Company Limited financial statements were approved by the Board on **26th September, 2024** and signed on its behalf by:



Mr John Kipkemoi Cheruiyot
Chairman of the Board



Mr Benard Ronoh
Ag Managing Director

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON BOMET WATER AND SANITATION COMPANY LIMITED 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; and,
- 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.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, 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 are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Bomet Water and Sanitation Company Limited set out on pages 1 to 41, which comprise the statement of financial position as at 30 June, 2024 and the statement of profit or loss and other comprehensive

incomes, statement of changes in equity, 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Bomet Water and Sanitation Company Limited as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards and comply with the Companies Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Maintenance Expenses

The statement of profit and loss and other comprehensive as disclosed in Note 11 to the financial statements reflects maintenance expenses amounting to Kshs.4,026,742. The amount includes expenditure incurred on maintenance of infrastructural network and motor vehicles and motor cycles amounting to Kshs.1,642,353 and Kshs.1,819,519, respectively, all totalling Kshs.3,461,872. However, the expenditure was not supported with pre and post inspection reports to show requests for repairs, the nature and extent of repairs carried out.

In the circumstances, the accuracy and completeness of maintenance expenses amounting to Kshs.3,461,872 could not be confirmed.

2. Inaccuracies in Property, Plant and Equipment

The statement of financial position reflects property, plant and equipment totalling Kshs.65,937,701 as disclosed in Note 13 to the financial statements. However, review of records revealed that the Company received assorted assets as donations from the County Government of Bomet and the Lake Victoria South Water Works Development Agency (LVSWWDA) which have not been disclosed. The ownership documents for the donated land and buildings, motor vehicles and plant and equipment have not been acquired.

Further, the expenditure includes an amount of Kshs.3,726,301 in respect of Kamureito community water project taken over in September, 2013. However, review of the respective records revealed that the Company inherited loan totalling Kshs.3,726,301 with a local bank which was outstanding in the books of Kamureito. However, the lists and valuation report of assets taken over was not provided for audit review.

In addition, the amount includes land totalling Kshs.951,440 in respect of land where the Company offices are situated and whose title deed had not been obtained as at the time of audit in November, 2024.

In the circumstance, the accuracy and completeness of property, plant and equipment balance of Kshs.65,937,701 could not be confirmed.

3. Long Outstanding Trade and Receivables

The statement of financial position reflects trade and receivable totalling Kshs.237,152,765 as disclosed in Note 16 to the financial statements. The amount includes receivables balance of Kshs.230,154,220 which has remained outstanding for more than one (1) year and the customers continue to consume the water produced instead of being disconnected from the provision of the water services.

Further, no provisions have been made for bad and doubtful debts.

In the circumstance, the accuracy, completeness and existence of trade and receivables totalling Kshs.237,152,765 could not be confirmed.

4. Inaccuracies in Trade and Other Payables

The statements of financial position reflects trade and other payables totalling Kshs.242,161,421 as disclosed in Note 18 to the financial statements. However, the amount differs with the ledger balances amounting to Kshs.257,672,150 resulting to an unexplained variance of Kshs.15,510,729. The payables were also not supported by schedule of suppliers, invoices, delivery notes, local service or local purchase order numbers, interim or completion certificates for the works and services done, counter receipt vouchers, counter requisition and issue vouchers.

Further, the balance does not include an amount of Kshs.25,073,379 payable to Kericho Water and Sanitation Company due to a deed of transfer dated 11 September, 2018 Tililbei Water Company and Bomet Water Company.

In addition, the trade and other payables balance includes an amount Kshs.191,083,015 which has been outstanding for over one year which were not paid as first charge in the year under review. The age analysis for payables totalling Kshs.11,583,329 was not provided.

In the circumstance, the accuracy and completeness of the trade and other payables balance of Kshs.242,161,421 could not be confirmed.

5. Unsupported Refundable Customers Deposits

The statement of financial position reflects refundable customers deposits totalling Ksh.2,692,989 as disclosed in Note 25 to the financial statements. However, Note 17 to the financial statements on bank and cash balances reflects Nil deposit account bank balance resulting in unexplained variance of Kshs.2,692,989.

Further, during the year under review the Company registered five hundred and seventy-three (573) new connections whose deposits totalling Kshs.859,500 which have not been disclosed.

In the circumstance, the accuracy and completeness of customer' deposits totalling Kshs.2,692,989 could not be confirmed.

6. Material Uncertainty Related to Going Concern

As previously reported, the statement of financial position reflects current assets and liabilities totalling Kshs.240,181,112 and Kshs.267,292,515 respectively, resulting in negative working capital of Kshs.27,111,403.

Further, the statement of profit or loss and other comprehensive income reflects loss amounting to Kshs.49,322,112 an increase of Kshs.18,707,289 from previous year loss amounting to Kshs.30,614,823. This is an indication of the existence of material uncertainty which casts doubt on the Company's ability to continue to operate as a going concern and meet its obligations as and when they fall due. However, then management did not disclose the matter in the financial statement by way of a note.

In the circumstances, the ability of the Company to continue to operate is dependent on continued support of the County Government Support.

My opinion is not modified in respect of this matter.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Bomet water and sanitation Company Limited 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 qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final total revenue budget and actual on comparable basis amounting to Kshs.259,534,886 and Kshs.158,358,638 respectively, resulting to underfunding of Kshs.101,176,248 or thirty nine percent (39%) of budget. Further, the statement reflects total expenditure actual on comparable basis amounting to Kshs.207,680,750 resulting to under expenditure of Kshs.51,854,136 or twenty percent (20%) of budget.

In addition, the statement reflects final total income and expenditure budget amounting to Kshs.259,534,886 and Kshs.235,855,533 resulting in unbalanced budget by Kshs.23,679,353. This was contrary to Regulation 31 (c) of the Public Finance Management (County Governments) Regulations, 2015 which requires budget revenue and expenditure appropriations to be balanced.

The underfunding and under expenditure affected the planned activities and may have impacted negatively on the delivery of services to the public.

My opinion is not modified in respect of this matter.

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. Except for the matters described in

the Basis of Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Audit Matters

In the audit reports of the previous year, twenty-one (21) issues were raised under the Report on Financial Statements, Emphasis of Matter, Other Matter, and Report on Lawfulness and Effectiveness in use of Public Resources. Management indicate that the issues have been resolved. However, no documentary evidence in support the issues have been resolved.

Other Information

The Directors are responsible for the Other Information set out on page iv to xxviii which comprise of Key Entity Information and Management, The Board of Directors, Management Team, Fiduciary Management, Fiduciary Oversight Arrangements, Chairman's Statement, Report of the Managing Director, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, and Statement of Directors Responsibilities.

In connection with my audit on the Company'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.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Revenue Water

Review of records revealed that the Company produced one million, nine hundred and thirty six thousand and fifty two (1,936,052) cubic meters (m³) of water out of which eight hundred and eighty seven five hundred and forty six (887,546) m³ of water was billed to

customers at Kshs.57,690,490 resulting in unbilled or non-revenue water volume of one million forty eight thousand five hundred and six (1,048,506)m³ or approximately 57% of the total production which was 32% above the allowable loss of twenty-five percent (25%) recommended by Water Service Regulatory Board (WASREB). The non-revenue water may have resulted in a loss of revenue estimated at Kshs.68,152,890 based on average sale rate of Kshs.65 per cubic meter billed by the Company in the year under review. The large ration of the unaccounted-for water implies that the Company's water distribution system was inefficient during the year under review.

In the circumstances, Management did not comply with WASREB Regulations on water management.

2. Unauthorized Expenditure on Staff Costs

The statement of comparison of budget and actual amounts reflects staff costs budget amounting to Kshs.79,500,000 against actual expenditure totalling Kshs.91,834,461 resulting to unauthorized expenditure amounting to Kshs.12,334,461. This was contrary to Regulation 51 (2) of Public Finance Management (County Governments) Regulations 2015, states that, expenditure commitments for goods and services shall be controlled against spending and procurement plan approved by the responsible Accounting Officer based on allocation and allotments from approved budget.

In the circumstance, Management was in breach of the law.

3. Non-Compliance with Law on Staff Ethnic Diversity

Review of employee records revealed that the Company has one hundred and sixty-nine (169) employees out of which one hundred and sixty-eight or approximately ninety-nine (99%) are from the dominant ethnic community. This is contrary to Section 65(1) (e) of the County Governments Act, 2012 which provides for the need to ensure that at least thirty percent of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the county;

In the circumstance, Management was in breach of the law.

4. Non-Remittance of Statutory Deductions

The statement of financial position reflects trade and other payables totalling Kshs.242,161,421. The amount includes salaries and deductions totalling Kshs.159,355,713 as disclosed in Note 18 to the financial statements out of which Kshs.93,204,063 was in respect to deductions not remitted to National Social Security Fund, Lap Trust and Lap Fund as shown below:

	Institution	Amount (Kshs)
1.	National Social Security Fund	8,921,904
2.	Lap trust	78,472,747
3.	Lap fund	5,809,412
	Total	93,204,063

This was contrary to Section 19(4) of the Employment Act, 2007 which provides that, an employer who deducts an amount from an employee's remuneration shall pay the amount so deducted in accordance with the time period and other requirements specified in the law.

In the circumstance, Management was in breach of the law.

5. Unmetered Connections

Review of records revealed that sixteen thousand and sixty (16060) customers had connections to water provision services without meters and were billed on average consumption of water which led to realization of income amounting to Kshs.7,801,835. No report was made to the Water Service Board and the Water Services Regulatory Board (WASREB). This was contrary to Regulation 44 of Model Water Service Regulations developed by Water Services Regulatory Board (WASREB) which states that where consumers have an un-metered supply of water from the water service provider, the consumer shall pay the water bills charged by the water service provider in accordance with the tariffs approved by the Regulator. The water service provider shall ensure that all connections shall be metered within one year and shall provide a report to the water service board and the Regulator on the progress with the provisions of this Regulation charge.

In the circumstance, Management is in breach of the law.

6. Inadequate Audit Committee Meetings

Review of records revealed that the Audit Committee held two (2) meetings in the year under review. This was contrary to Regulation 172 (1) of the Public Finance Management (County Government) Regulations, 2015 which requires the Audit Committee to meet at least once in every three (3) months.

In the circumstance, Management is in breach of the law.

7. Non-Payment of Audit Fees

The statement of profit or loss and other comprehensive income reflects general and operations expenses amounting to Kshs.99,385,244. The amount includes audit fees amounting to Kshs.348,000 as disclosed in Note 10(a) to the financial statements. However, no audit fees was paid to the Office of the Auditor General during the year under review. This was contrary to the provisions of Section 41 of the Public Audit Act, 2015 that requires the audited entity to pay audit fees at the rates prescribed by the Auditor-General.

In the circumstance, Management was in breach of the law.

The audit was conducted in accordance with ISSAI 3000 and 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 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 else 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 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.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Conclusion

As required by the Companies Act, 2015, I report, based on my audit, that:

- i. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii. The information given in the Directors' report on pages i to xxix is consistent with the financial statements.

The Companies Act, 2015 requires that I report on the legal or regulatory requirements, or on performance information disclosed. These matters require expressing a separate opinion as to the Company's compliance with laws and regulations. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and Board of Directors

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRS) 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 Company'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 Board of Directors is responsible for overseeing the Company'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 ISAAIs 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

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

16. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2024

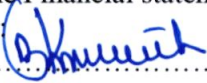
	Notes	2023/2024	2022/2023
REVENUES		Kshs	Kshs
Operating Revenues	6	78,358,638	98,357,451
Grant incomes	7	80,000,000	91,689,505
Total Revenues		158,358,638	190,046,956
Expenses			
Staff Costs	8	91,834,461	83,873,372
General and Operations expenses	9	99,385,244	111,367,436
Board Expenses	10	2,505,000	2,192,350
Maintenances Expenses	11	4,026,742	9,598,815
Depreciation and Amortization	12	9,929,303	13,629,806
Total Expenses		207,680,750	220,661,779
PROFIT/(LOSS) BEFORE TAXATION		(49,322,112)	(30,614,823)
INCOME TAX EXPENSE/(CREDIT)		-	-
PROFIT/(LOSS)AFTER TAXATION		(49,322,112)	(30,614,823)

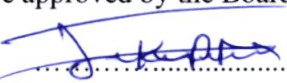
Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

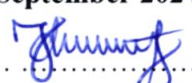
17. STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Notes	2023/2024	2022/2023
		Kshs	Kshs
ASSETS			
Non-Current Assets			
Property, plant and equipment	13	65,937,701	69,054,350
Intangible assets	14	11,542,837	17,314,255
Total Non-Current Assets		77,480,538	86,368,605
Current Assets			
Inventories	15	489,255	-
Trade and receivable	16	237,152,765	230,154,220
Bank and cash balances	17	2,539,092	686,322
Total Current Assets		240,181,112	230,840,542
TOTAL ASSETS		317,661,650	317,209,147
EQUITY AND LIABILITIES			
Capital and Reserves			
Ordinary share capital	20	100,000	100,000
Capital reserve	21	39,354,043	39,354,043
Retained earnings	23	10,915,092	60,237,204
Capital and Reserves		50,369,135	99,691,247
Non-Current Liabilities			
Total Non-Current Liabilities			
Current Liabilities			
Trade and other payables	18	242,161,421	191,083,015
Deferred Income	24	22,438,105	22,438,105
Borrowings	26	0	1,303,791
Refundable customers deposits	25	2,692,989	2,692,989
Total Current Liabilities		267,292,515	217,517,900
TOTAL EQUITY AND LIABILITIES		317,661,650	317,209,147

The Financial statements were approved by the Board on 26th September 2024 and signed on its behalf by:


 Mr Benard Ronoh
 Ag Managing Director


 Mr Charles Tonui
 Ag Finance Manager
 ICPAK M/NO 26286


 Mr John Cheruiyot,
 Board Chairman

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

18. STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024

	Ordinary share Capital	Retained Earnings	Capital Reserves	Total
At June 30, 2022	100,000	90,852,027	39,354,043	130,306,070
As at July 1st 2022	100,000	90,852,027	39,354,043	130,306,070
Surplus/(deficit) for the year		(30,614,823)	-	(30,614,823)
At June 30, 2023	100,000	60,237,204	39,354,043	99,691,247
As at July 1st 2023	100,000	60,237,204	39,354,043	99,691,247
Surplus/(deficit) for the year		(49,322,112)		(49,322,112)
At June 30, 2024	100,000	10,915,092	39,354,043	50,369,135

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

19. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024

	Notes	2023-2024	2022-2023
		Kshs	Kshs
Cash Flows From Operating Activities			
Receipts			
Operating Revenue	6	78,358,638	98,357,451
Grants	7	80,000,000	91,689,505
Total Receipts		158,358,638	190,046,956
Payments			
Staff Costs	8	91,834,461	83,873,372
General and Operation Expenses	9	99,385,244	111,367,436
Board Expenses	10	2,505,000	2,192,350
Maintenance	11	4,026,742	9,598,815
Total Payments		197,751,447	207,031,973
Net Cash Used In Operating Activities		-39,392,809	-16,985,017
Effects of Changes in working Capital	19	42,286,815	71,974,360
Prior year adjustments		1,000	-
Net Cash From/(Used In) Operating Activities		2,895,006	54,989,343
Cash Flows from Investing Activities			
Purchase Of Property, Plant And Equipment (PPE)	13	-1,042,236	-26,075,460
Purchase Of Intangible Assets	14	-	-23,390,469
Net Cash From/(Used In) Investing Activities		-	-49,465,929
Cash Flows from Financing Activities			
Net Cash From/(Used In) Financing Activities		-	-
Increase/(Decrease) In Cash And Cash Equivalents		1,852,770	5,523,414
Cash And Cash Equivalents At Beginning Of Year		686,322	-4,837,092
Cash And Cash Equivalents At End Of The Year		2,539,092	686,322

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

20. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE PERIOD ENDED 30 JUNE 2024

	Original budget	Adjustment	Final Budget	Actual on Comparable basis	Performance difference	% of utilization
Revenue	2023-2024	2023-2024	2023-2024	2023-2024	2023-2024	2023-2024
operating Revenue	170,534,886.00	-	170,534,886.00	78,358,638.00	92,176,248.00	54%
Grants	89,000,000.00	-	89,000,000.00	80,000,000.00	9,000,000.00	10%
Total Revenue	259,534,886.00	-	259,534,886.00	158,358,638.00	101,176,248.00	39%
Expenses						
Staff Cost	79,500,000.00	-	79,500,000.00	91,834,461.00	(12,334,461.00)	-16%
Board Expenses	5,500,000.00	-	5,500,000.00	2,505,000.00	2,995,000.00	54%
General and Operations Expenses	137,855,533.00	-	137,855,533.00	99,385,244.00	38,470,289.00	28%
Maintainance	13,000,000.00	-	13,000,000.00	4,026,742.00	8,973,258.00	69%
Depreciation and Amortization	-	-	-	9,929,303.00	(9,929,303.00)	
Finance Costs	-	-	-	-	-	#DIV/0!
Total Recurrent Expenditure	235,855,533.00	-	235,855,533.00	207,680,750.00	28,174,783.00	12%
Profit or Loss	23,679,353.00	-	23,679,353.00	(49,322,112.00)	73,001,465.00	308%
Capital Expenditure	22,634,886.00	-	22,634,886.00	-	22,634,886.00	100%
Total Expenditure	258,490,419.00	-	258,490,419.00	207,680,750.00	50,809,669.00	20%

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

21. NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Bomet water Company was established on 18 June 2013 under the Companies Act (Cap 486) as a limited Company. The Company is headed by the Board of Directors who is responsible for the general policy and strategic direction of the Company. The Company is domicile in Kenya.

For Kenyan Companies Act reporting purposes, the balance sheet is represented by the statement of financial position and the profit and loss account by the statement of profit or loss and other comprehensive income in these financial statements

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, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Company. The figures are rounded to the nearest Kenyan shilling. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, Water Act 2016 and the Company's Act Cap 486, and International Financial Reporting Standards (IFRS). The accounting policies adopted have been consistently applied to all the years presented.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

3. APPLICATION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

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

Amendments to IAS 1 titled Classification of Liabilities as Current or Non-current (issued in January 2020, amended in October 2022)	The amendments, applicable to annual periods beginning on or after 1 st January 2024, clarify a criterion in IAS 1 for classifying a liability as non-current: the requirement for an entity to have the right to defer settlement of the liability for at least 12 months after the reporting period	The amendments are effective for annual periods beginning on or after January 1, 2024. Earlier application is permitted.
Amendment to IFRS 16 titled Lease Liability in a Sale and Leaseback (issued in September 2022)	The amendment, applicable to annual periods beginning on or after 1 st January 2024, requires a seller-lessee to subsequently measure lease liabilities arising from a leaseback in a way that it does not recognise any amount of the gain or loss.	The amendments are effective for annual periods beginning on or after January 1, 2024. Earlier application is permitted.
Amendments to IAS 1 titled Non-current Liabilities with Covenants (issued in October 2022)	The amendments, applicable to annual periods beginning on or after 1 st January 2024, improve the information an entity provides about liabilities arising from loan arrangements for which an entity's right to defer settlement of those liabilities for at least twelve months after the reporting period is subject to the entity complying with conditions specified in the loan arrangement.	The amendments are effective for annual periods beginning on or after January 1, 2024. Earlier application is permitted.

The Directors have assessed the applicable standards and amendments. Based on their assessment of impact of application of the above, they do not expect that there will be a significant impact on the company's financial statements. Or the following has been assessed to be significant for the company and has been addressed as follows.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

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

Title	Description	Effective Date
IFRS 18 Presentation and Disclosure in Financial statements	The objective of IFRS 18 is to set out requirements for the presentation and disclosure of information in general purpose financial statements (financial statements) to help ensure they provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses	The new standard is effective for annual periods beginning on or after January 1, 2027. Earlier application is permitted.

(The Directors do not plan to apply any of the above until they become effective. Based on their assessment of the potential impact of application of the above, they do not expect that there will be a significant impact on the company's financial statements).

iii. **Early adoption of standards**

The Company did not early – adopt any new or amended standards in year 2023/2024

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Revenue recognition

Revenue is measured based on the consideration to which Bomet Water and Sanitation Company Limited expects to be entitled in a contract with a customer and excludes amounts collected on behalf of third parties. The Company recognizes revenue when it transfers control of a product or service to a customer.

- i. Revenue from the sale of goods and services** is recognized in the year in which the Bomet water and sanitation company limited delivers products to the customer, the customer has accepted the products and collectability of the related receivables is reasonably assured.
- ii. Grants from County Government** are recognized in the year in which the Bomet water and sanitation company limited actually receives such grants. Recurrent grants are recognized in the statement of comprehensive income. Development/capital grants are recognized in the statement of financial position and realized in the statement of comprehensive income over the useful life of the assets that has been acquired using such funds.
- iii. Finance income** comprises interest receivable from bank deposits and investment in securities, and is recognized in profit or loss on a time proportion basis using the effective interest rate method.
- iv. Dividend income** is recognized in the income statement in the year in which the right to receive the payment is established.
- v. Rental income** is recognized in the income statement as it accrues using the effective lease agreements.
- vi. Other income** is recognized as it accrues.

b. In-kind contributions

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

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

c. Property, plant and equipment

All categories of property, plant and equipment are initially recorded at cost less accumulated depreciation and impairment losses.

Certain categories of property, plant and equipment are subsequently carried at re-valued amounts, being their fair value at the date of re-evaluation less any subsequent accumulated depreciation and impairment losses. Where re-measurement at re-valued amounts is desired, all items in an asset category are re-valued through periodic valuations carried out by independent external valuers.

Increases in the carrying amounts of assets arising from re-valuation are credited to other comprehensive income. Decreases that offset previous increases in the carrying amount of the same asset are charged against the revaluation reserve account; all other decreases are charged to profit or loss in the income statement.

Gains and losses on disposal of items of property, plant and equipment are determined by comparing the proceeds from the disposal with the net carrying amount of the items, and are recognized in profit or loss in the income statement.

d. Depreciation and impairment of property, plant and equipment

Freehold land and capital work in progress are not depreciated. Capital work in progress relates mainly to the costs of on-going but incomplete works on buildings and other civil works and installations.

Depreciation on property, plant and equipment is recognized in the income statement on a reducing balance basis to write down the cost of each asset or the re-valued amount to its residual value over its estimated useful life. The annual rates in use are:

	Years	Rates
Plant, Machinery and equipment	5	20.0%
Motor vehicles, including motor cycles	4	25.0%
Computers and related equipment	3	33.3%
Office equipment	8	12.5%
Furniture and fittings	8	12.5%
Water meters	8	12.5%
Building	40	2.5%

A full year's depreciation charge is recognized both in the year of asset purchase and in the year of asset disposal.

Items of property, plant and equipment are reviewed annually for impairment. Where the carrying amount of an asset is assessed as greater than its estimated recoverable amount, an impairment loss is recognized so that the asset is written down immediately to its estimated recoverable amount.

e. Intangible assets

Intangible assets comprise purchased computer software licenses, which are capitalized on the basis of costs incurred to acquire and bring to use the specific software. These costs are amortized over the estimated useful life of the intangible assets from the year that they are available for use, usually over three years.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

f. Amortisation and impairment of intangible assets

Amortisation is calculated on the reducing balance basis over the estimated useful life of computer software over a period of three years.

All computer software is reviewed annually for impairment. Where the carrying amount of an intangible asset is assessed as greater than its estimated recoverable amount, an impairment loss is recognized so that the asset is written down immediately to its estimated recoverable amount.

g. Inventories

Inventories are stated at the lower of cost and net realizable value. The cost of inventories comprises purchase price, import duties, transportation and handing charges, and is determined on the moving average price method.

h. Trade and other receivables

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. These are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end. Bad debts are written off after all efforts at recovery have been exhausted.

i. Taxation

i. Current income tax

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the area where the Company operates and generates taxable income. Current income tax relating to items recognized directly in net assets is recognized in net assets and not in the statement of financial performance.

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the area where the Company operates and generates taxable income.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

j. Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences, except in respect of taxable temporary differences associated with investments in controlled entities, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except in respect of deductible temporary differences associated with investments in controlled entities, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognized outside surplus or deficit is recognized outside surplus or deficit. Deferred tax items are recognized in correlation to the underlying transaction in net assets. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable Company and the same taxation authority.

k. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. To the extent that variable rate borrowings are used to finance a qualifying asset and are hedged in an effective cash flow hedge of interest rate risk, the effective portion of the derivative is recognized in other comprehensive income and reclassified to profit or loss when the qualifying asset impacts profit or loss. To the extent that fixed rate borrowings are used to finance a qualifying asset and are hedged in an effective fair value hedge of interest rate risk, the capitalized borrowing costs reflect the hedged interest rate. Investment income earned on the temporary investment of specific borrowings pending their

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

Expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

m. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imp rest and advances to authorized officers and which were not surrendered or accounted for at the end of the financial year.

n. Borrowings

Interest bearing loans and overdrafts are initially recorded at fair value being received, net of issue costs associated with the borrowing. Subsequently, these are measured at amortized cost using the effective interest rate method. Amortized cost is calculated by taking into account any issue cost and any discount or premium on settlement. Finance charges, including premiums payable of settlement or redemption are accounted for on accrual basis and are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise. Loan interest accruing during the construction of a project is capitalized as part of the cost of the project.

o. Trade and other payables

Trade and other payables are non-interest bearing and are carried at amortized cost, which is measured at the fair value of contractual value of the consideration to be paid in future in respect of goods and services supplied, whether billed to the Company or not, less any payments made to the suppliers.

p. Retirement benefit obligations

Bomet Water operates a defined contribution scheme for all full-time employees from July 1, 2015. The scheme is administered by an in-house team and is funded by contributions from both the company and its employees. The company also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The company's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at 15% of Basic and Hose allowance per employee per month.

q. Provision for staff leave pay

Employees' entitlements to annual leave are recognized as they accrue at the employees. A provision is made for the estimated liability for annual leave at the reporting date.

r. Budget information

The original budget for FY 2023-2024 was approved by the County Assembly. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Bomet water upon receiving the respective approvals in order to conclude the final budget.

Bomet Water budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

s. Service concession arrangements

The Company analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the Company recognizes that asset when, and only when, it controls or regulates the services the operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the Company also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

t. Comparative figures

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

u. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2024.

v. Provision for bad and doubtful debts

Provision for bad and doubtful debts is recognized in the income statement at annual rates to be determined by the management from time to time.

5. SIGNIFICANT JUDGMENTS AND SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the Company's financial statements in conformity with IFRS 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.

State all judgements, estimates and assumptions made: e.g.

a. Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

b. 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:

- The condition of the asset based on the assessment of experts employed by the Company
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the assets
- Changes in the market in relation to the asset

c. Provisions

Provisions were raised and management determined an estimate based on the information available. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date, and are discounted to present value where the effect is material.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

Notes to the financial statements (continued)

6. Operating Revenue

	2023/2024	2022/2023
	Kshs	Kshs
Water Sales	64,779,601	86,227,673
Sewerage Services	9,037,366	7,031,126
Billing for other Services*	4,541,671	5,098,652
	78,358,638	98,357,451

7. Grants from County Government of Bomet and Other Donors

	2023/2024	2022/2023
	Kshs	Kshs
Subsidy-County Government of Bomet	80,000,000	83,000,000
PEWAK Funding	-	393,575
WSTF-UPC 8 th Call-Ndanai PSF and Kapkwen Pipeline	-	8,295,930
	80,000,000	91,689,505

Analysis of grants received

Name of the Company sending the grant	Amount recognized in the Statement of Comprehensive Income	Amount deferred under deferred income	Amount recognized in capital fund.	Total grant income during the year	2023-2024
	Kshs	Kshs	Kshs	Kshs	
CGOB	80,000,000				80,000,000
Total	80,000,000				80,000,000

8. STAFF COSTS

	2023/2024	2022/2023
	Kshs	Kshs
Gross Salaries and allowances	78,116,562	73,957,614
Casual Workers' wages	124,200	471,030
Employers Contributions to social security schemes	2,484,946	1,268,062
Employers Contribution to pension Schemes	7,701,308	6,489,776
Provisions for Leave pay	492,000	497,500
Staff welfare	2,823,095	1,086,440
Nita Contributions	92,350	102,950
Totals	91,834,461	83,873,372

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

The average number of employees at the end of the year was:	2023/2024	2022/2024
Permanent employees – Management	2	5
Permanent employees – Unionisable	131	131
Temporary and contracted employees	36	33
Total	169	169

9. General and Operating Expenses

	2023/2024	2022/2024
	Kshs	Kshs
Chemicals	6,472,348	9,134,045
Electricity	78,090,117	84,666,030
Fuel, Oil, Lubricants and Gases	3,955,896	3,915,727
Communication Services and Supplies	987,300	489,370
Printing and Stationeries	245,571	166,052
Domestic Travelling and subsistence	1,850,080	2,909,700
Publicity & Advertisement	503,954	115,766
Rent and Rates	540,000	324,000
Staff Training and Subscription Expenses	44,800	-
Office supplies	154,482	157,487
Insurance	1,248,624	757,479
Professional fees	548,600	7,000
Audit fees	348,000	348,000
Legal fees	-	834,000
Nema Dumping fee & KEBs Levy	105,000	105,000
Licensing and levies	4,079,115	6,811,660
Laboratory Expenses	24,800	110,520
Bank charges	186,557	515,600
	99,385,244	111,367,436

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

10. Board Expenses

	2023/2024	2022/2023
	Kshs	Kshs
Directors emoluments	2,505,000	2,192,350
	2,505,000	2,192,350

11. Maintenances costs

	2023/2024	2022/2023
	Kshs	Kshs
Infrastructural Network	1,642,353	1,919,992
Motor vehicles and Cycles	1,819,519	1,257,775
ICT	111,830	1,987,599
Buildings	187,360	244,107
Grounds	121,580	123,300
Plant and equipment	144,100	4,066,042
	4,026,742	9,598,815

12. Depreciation and Amortisation

		2023/2024	2022/2023
		Kshs	Kshs
a. Depreciation	Water Meter	2,858,369	3,266,707
	Plant and Machinery	200,810	250,762
	Computers and Equipment	260,074	390,150
	Office furniture, Fittings and Equipment	115,837	132,385
	Land	0	-
	Motorcycle	134,184	178,912
	office building and Perimeter wall	100,919	103,507
	Motor vehicles	487,692	650,256
b. Amortisation	Billing and Accounting software	5,771,418	8,657,127
		9,929,303	13,629,806

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

13. Property, Plant and equipment

COST OR VALUATION	Water meters	Plant and Equipment	Computer & Related Equipment	Office Equipment & Fittings	Land	motorcycle	buildings	Motor vehicles	Capital WIP-WSTF projects	Kamureito	Totals
At July 1, 2022	12,576,816	2,822,768	3,877,448	1,795,875	951,440	1,930,129	4,589,834	8,220,529	22,582,197	3,726,301	63,073,337
Additions	16,383,310								9,692,150		26,075,460
Disposals	-	-	-	-	-	-	-	-	-	-	-
At June 30th ,2023	28,960,126	2,822,768	3,877,448	1,795,875	951,440	1,930,129	4,589,834	8,220,529	32,274,347	3,726,301	89,148,797
DEPRECIATION											
At July 1, 2022	2,826,469	1,568,958	2,706,997	736,798	-	1,214,483	449,559	5,619,504	-	-	15,122,768
Charge for the year	3,266,707	250,762	390,150	132,385	-	178,912	103,507	650,256	-	-	4,972,679
Accumulated Depreciation as at June,30th 2023	6,093,176	1,819,720	3,097,147	869,183	-	1,393,395	553,066	6,269,760	-	-	20,094,447
Net Book values as at June 30, 2023	22,866,950	1,004,048	780,301	926,692	951,440	536,734	4,036,768	1,950,769	32,274,347	3,726,301	69,054,350
COST OR VALUATION											
At July 1, 2023	28,960,126	2,822,768	3,877,448	1,795,875	951,440	1,930,129	4,589,834	8,220,529	32,274,347	3,726,301	89,148,797
Additions	-	-	-	-	-	-	-	-	1,042,235		1,042,235
Disposals											
At June 30th ,2024	28,960,126	2,822,768	3,877,448	1,795,875	951,440	1,930,129	4,589,834	8,220,529	33,316,582	3,726,301	90,191,032
DEPRECIATION											
At July 1, 2023	6,093,176	1,819,720	3,097,147	869,183	-	1,393,395	553,066	6,269,760	-	-	20,095,447
Charge for the year	2,858,369	200,810	260,074	115,837	-	134,184	100,919	487,692	-	-	4,157,884
Accumulated Depreciation as at June,30th 2024	8,951,545	2,020,530	3,357,221	985,020	-	1,527,579	653,985	6,757,452	-	-	24,253,331
Net Book values as at June 30, 2024	20,008,581	802,238	520,227	810,856	951,440	402,551	3,935,849	1,463,077	33,316,582	3,726,301	65,937,701

13b. Assets received from Lake Victoria South Water Works Development Agency (LVSWWDA)

According to the Service Provider Agreement (SPA) Clause 24 schedule (F) pages 73 signed on 1 September, 2014 between Lake Victoria South Water Board (LVSWB) and Bomet Water Company Limited, the various assets which included hydraulic structures, plant, motor vehicles, furniture and fittings were handed over to Bomet Water Company. These assets did not form part of the above disclosed assets due to lack of ownership documents while others are fully depreciated as disclosed under (Annex IV page44-52)

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

14. Amortisation of intangible assets

	2023/2024	2022/2023
	Kshs	Kshs
COST:		
At July 1	31,156,994	7,766,525
Additions	-	23,390,469
Disposals	-	-
At June 30	31,156,994	31,156,994
AMORTISATION:		
At July 1	13,842,739	5,185,612
Charge for the year	5,771,418	8,657,127
Disposals	-	-
Impairment loss	-	-
At June 30	19,614,157	13,842,739
NET BOOK VALUE:		
At June 30	11,542,837	17,314,255

15. Inventories

	2023/2024	2022/2023
	Kshs	Kshs
Water Treatment Chemicals	489,255	-
	489,255	-

16. Trade and other receivables

	2023/2024	2022/2023
	Kshs	Kshs
Trade and receivables	237,152,765	230,054,220
County Government of Bomet	-	100,000
	237,152,765	230,154,220

As at June 30, the ageing analysis of the gross trade receivables was as follows:

	2023/2024	2022/2023
	Kshs	Kshs
Less than 30 days	-	4,248,471
Between 30 and 60 days	1,640,569	5,569,315
Between 61 and 90 days	4,031,284	3,699,479
Between 91 and 120 days	5,654,255	10,063,847
Over 120 days	225,826,657	206,573,108
Total	237,152,765	230,154,220

This refers to amounts due from customers within the entire water schemes, Tililbei water and sanitation company ltd, Browsers, Exhauster and County Government of Bomet.

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

17. Bank and cash balances.

Bank	Account number	Account type	Branch	2023/2024	2022/2023
				Kshs	Kshs
Postbank	744130011847	Collection account	Bomet	2,340	56,005
Equity	1220262810176	Collection account	Bomet	30,955	66,591
Mpesa	825330	Collection account	Bomet	17,515	54,395
Mpesa	7061776	Collection account	Bomet	17,700	-
NBK	01020243145500	Revenue account	Bomet	-723	-
	01020143146700	Salaries account	Bomet	92,610	4,949.75
	01520243146200	Directors emoluments	Bomet	12,210	12,210
	01020243145502	Kapkwon Pipeline	Bomet	1,788,934	-
	01020243145501	Ndanai PSF	Bomet	557,976	-
Cooperative bank	01136357146200	Main Revenue account	Bomet	22,885	234,070
	01136357146201	Operation account	Bomet	-2,403	252,519
	01136357146202	Subsidy account	Bomet	-907	5582.09
	01136357146203	Deposit account	Bomet	-	-
Totals				2,539,092	686,321.84

18. Trade and other payables

As at June 30th 2024 the trade and payables to creditors and suppliers stood at **Kshs. 242,161,421**

	2023/2024	2022/2023
	Kshs	Kshs
Lake Victoria South Water works Development Agency-LVSWWDA	7,435,949	7,435,949
Water Resource Authority (WRA)	7,634,711	6,666,685
Water Services Regulatory Board (WASREB)	21,137,858	18,026,796
Kenya Power & Lightning Company Limited (KPLC)	16,216,328	13,035,523
Staff salaries and Deductions.	159,355,713	111,620,241
Retentions-WSTF Projects	2,308,295	2,308,295
Other payables	28,072,567	31,989,526
	242,161,421	191,083,015

19. Effects of changes in working capital

	Notes	2023/2024	Movements	2022/2023
		Kshs		Kshs
Trade and receivable	16	237,152,765	-6,998,545	230,154,220
Inventories	15	489,255	-489,255	0
Trade and other payables	18	242,161,421	51,078,406	191,083,015
Borrowings	26	0	-1,303,791	1,303,791
Totals		479,803,441	42,286,815	422,541,026

20. Ordinary Share Capital

Authorized: 100,000 ordinary shares of Kshs.1 par value each..... **kshs100, 000**

21. Capital reserve.

The capital reserve refers to debtors that were there on 1st September when the Company began operation of **Kshs 39,354,043**

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

22. Related party disclosures

a. Water Service Regulatory Board (WASREB)

WASREB is the regulator of the water sector. The company also pays 4% of the monthly water sales as regulatory Levy.

b. Water Resources Management Authority (WARMA)

WARMA charges 50 cents for every cubic meter of raw water abstracted from the river from all the schemes

c. Lake Victoria South Water Works Development Agency (LVSWWDA)

The company pays used to 4% of the monthly revenue collections as a regulatory levy to LVSWWDA prior to Water Act 2016. This has since been scrapped after operationalization of the Act.

23. Retained Earnings

The retained earnings represent amounts available for distribution to the Bomet Water and Sanitation Company's shareholders. Undistributed retained earnings are utilised to finance the company's business activities.

24. Deferred Incomes

These refers to incomes receives from development partner (WSTF) for construction of pipeline extension to Chebunyo Market and Toilets within pro-poor area within urban poor. Once this projects are commissioned, it shall be capitalized under their respective asset categories. Breakdown is shown below;

DATE	NUM	DONOR	PROJECT	BANK	2023-2024	2022-2023
22/02/2016	95RR	Receipt from WSTF	Chebunyo project	Cooperative bank-WSTF Chebunyo	7,133,285.90	7,133,285.90
03/06/2016	96RR	Receipt from WSTF	Chebunyo project	Cooperative bank-WSTF Chebunyo	7,018,020.40	7,018,020.40
28/02/2017	125	Receipt from WSTF	Chebunyo project	Cooperative bank-WSTF Chebunyo	3,229,549.40	3,229,549.40
14/11/2019	126	Bomwasco	UPSU Project	COOPERATIVE-WSTF UPSUP PROJECT	3,000.00	3,000.00
15/11/2019	127	Receipt from WSTF	UPSUP project	COOPERATIVE-WSTF UPSUP PROJECT	3,537,975.00	3,537,975.00
07/08/2020	128	Receipt from WSTF	UPSUP project	COOPERATIVE-WSTF UPSUP PROJECT	1,516,275.00	1,516,275.00
		TOTAL			22,438,105.70	22,438,105.70

25. Refundable Customers Deposits

This refers to the amount received from the customers during registration stage that will be available to be refunded to the customers in case the customers intends to discontinue using our water. This amount is refundable upon all the requirements contain in commercial policy and procedures are met. The amount was approved by the board to be used to service salary payments and must be refunded.

	2023-2024	2022-2023
Refundable customers deposits	2,692,989	2,692,989

26. Borrowing

This represents the amount borrowed to finance acquisition of Smart Water meters. The amount borrowed was repayable within in a period of 2 years. The initial amount borrowed was **Ksh 2,761,000** but the current balance as at the close of the year was Nil as supported by bank confirmation letter

27. Financial Risk Management

The Company's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The company's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimize the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The company does not hedge any risks and has in place policies to

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

ensure that credit is only extended to customers with an established credit history.

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

i. Credit risk

The Company has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the company's management based on prior experience and their

ii. Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Company's directors, who have built an appropriate liquidity risk management framework for the management of the Company's short, medium and long-term funding and liquidity management requirements. The Company manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

iii. Market risk

The board has put in place an internal audit function to assist it in assessing the risk faced by the Company on an ongoing basis, 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 rate, equity prices and foreign exchange rates which will affect the Company's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

The company's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies. There has been no change to the Company's exposure to market risks or the manner in which it manages and measures the risk.

iv. Foreign currency risk

The Company has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate.

i. Foreign currency sensitivity analysis

The following table demonstrates the effect on the company's statement of comprehensive income on applying the sensitivity for a reasonable possible change in the exchange rate of the three main transaction currencies, with all other variables held constant. The reverse would also occur if the Kenya Shilling appreciated with all other variables held constant.

v. Interest rate risk

Interest rate risk is the risk that the Company's financial condition may be adversely affected as a result of changes in interest rate levels. The company's interest rate risk arises from bank deposits. This exposes the company to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the company's deposits.

i. Management of interest rate risk

To manage the interest rate risk, management has endeavored to bank with institutions that offer favorable interest rates.

ii. Sensitivity analysis

The Company analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year.

28. Incorporation

The Company is incorporated in Kenya under the Kenyan Companies Act and is domiciled in Kenya.

29. Events After the Reporting Period

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

30. Currency

The financial statements are presented in Kenya Shillings (Kshs).

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

22. APPENDICES

APPENDIX 1: PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Basis for Qualified Opinion

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status:	Timeframe:
4.4	<p>Non-revenue Water</p> <p>The statement of profit or loss and other Comprehensive income reflects operating revenue of an amount of Kshs.95, 832,251 which includes an amount of Kshs.83, 702,473 in respect of water sales and as disclosed in Note 6 to the financial statements. Review of the water production statement revealed total water production of 2,048,124 cubic meters (m³) of water out of which only 739,605 cubic meters (m³) were billed to customers resulting to 1,307,519 of water to customers not billed. The loss of 1,307,519 m³ represented non-revenue water which is 63.8% of the water produced which is 38.8% above the allowable loss of 25% of non-water revenue allowable by WASREB guidelines. The abnormal loss of 38.8% of the water produced may have resulted in loss of sales estimated at Kshs. 89,962,768.</p>	<p>The high non-revenue water reported is attributed to both technical and commercial losses. Technical losses include visible and non-visible leaks and bursts due to aging infrastructure which were inherited from the Agency. Whereas commercial losses are due to illegal consumptions, flat rated consumers and malfunctioning meters</p> <p>To address the above challenges,</p> <ul style="list-style-type: none"> • The Company initiated replacement of old and dilapidated uPVC pipelines with high density polyethylene pipes (HDPE) of which 45km pipeline have been replaced. • Timely responses to reported burst and leakages to curb water losses • Public sensitization of importance on reporting bursts or leakages through provision of customer care number/hotline numbers to manage reported cases. 	MD/TSM	Ongoing	Continuous

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

		<ul style="list-style-type: none"> • Rooting out illegal connections and strengthening internal controls. • Metering of unmetered consumers, whereby 1000 additional meters have been installed at costs of kshs.19million • Setting up of Non-Revenue Water Unit in the technical department whose responsibility is to address th physical and commercial water losses • Increase the metering ratio to 100% in Itare and Bomet Schemes currently ongoing funded by City Taps Sas-5500 meters. • Replacement of all faulty water meters so as to reduce the amount of water billed under estimation • Curb illegal connections by legalizing the connection i.e. formal registration of the willing customers and taking legal action on repeat perpetrators • Replacement of dilapidated pipes with high density pipes an pressure controls to minimize leakages within the network • The County Government of Bomet on behalf of Water Company has entered an MOU with State Ministry of Water to address issue of Non-Revenue Water as part of revenue enhancement measures. This will ensure 100% metering. 			
--	--	---	--	--	--

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

4.5	<p>Unreconciled Volume of Water Produced Review of the financial statements in respect of the Managing Director’s report revealed that the company produced total of 3,626,535 (m³) in respect water produced during the year which was at variance with the amount of 2,048,124 (m³) reflected in water production statements resulting to unexplained and unreconciled variance of 1,578,411(m³) of water produced there by misstating the operating revenue</p>	<p>The Managing Director’s Report has been amended to reflect the true position of water produced during the year. In addition the Company is in the process of ;</p> <ul style="list-style-type: none"> • Procuring zonal meters so as to determine the accurate volume within the district metered zones and accurately account for the lost water <p>Utilize the Non-Revenue Water Unit to assist commercial department in maintain the accurate water records</p>	CFM	Closed	March 2024
4.6.1	<p>Non-approval of the Company Salary structure The statement of profit or loss and other comprehensive income reflects staff cost of an amount of Kshs.83,873,372 which includes an amount of Kshs.73,957,614 in respect of gross salaries and allowances and as disclosed in Note 8 to the financial statements. However, review of the salaries structure in support of the payment was not approved by the Board of Directors. The Management explained that the salary structure in use was based on the review for County Government employees by the Salaries and Remuneration Commission (SRC) vide circular Reference No. SRC/TS/JE/CG/3/33/6 VOL.II (30) of 8 July 2020 which was not matched with the existed salary scales. In the circumstances, the accuracy and completeness of the staff cost of an amount of Kshs.73, 957,614 in respect of gross salaries and allowances could not be confirmed.</p>	<p>At the onset of Devolution in 2013, Bomet County did not have a water service provider but was being served by Tililbei company from Kericho County. Tililbei was therefore split and Bomet Water company established. The company Board of Directors approved and adopted the SRC salary structure to guide at the formative stage.</p>	HRM	Ongoing	Continuous
4.6.2	<p>Unsustainable wage bill The statement of profit or loss and other comprehensive income reflects an amount of Kshs.83,873,372 in respect of staff cost and as disclosed in Note 8 to the financial statements which is 87.5% of the operating income. However,</p>	<p>The company is within the WASREB staff productivity ratio, however, the water tariff currently in force is a non-cost recovery hence the unsustainable wage bill.</p>	MD/HRM	Ongoing	Continuous

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	<p>this is contrary to Regulation 25(1)(b) of the Public Finance Management Regulations, 2015 provides that the limit set under paragraph (a) above, shall not exceed thirty-five (35) percent of the county government's total revenue and the amount is high and may not be sustainable in the long term. Further, review of the payroll and discussion with the Management revealed that the staff had not been paid salary arrears of Kshs. 111,620,241, dating back to 8 months.</p> <p>In the circumstances, the Management was in breach of the law</p>	The company has however the company is in the process of reviewing its tariff and is at advance stage at WASREB for validation before subjecting it to the public participation.			
4.6.3	<p>Staff Positions Not in the Approved Staff Establishment</p> <p>The statement of profit or loss and other comprehensive income reflects staff cost of an amount of Kshs.83,873,372 which includes an amount of Kshs.73,957,614 in respect of gross salaries and allowances and as disclosed in Note 8 to the financial statements. However, review of the company payroll revealed that revealed that six officers who were paid total gross salary of Kshs.1,138,500 had been assigned job groups in their respective departments which were not in the approved staff establishment which the Management failed to explain</p> <p>In the circumstances, the propriety, accuracy and completeness of the staff cost of an amount of Kshs.1, 138,500 could not be confirmed.</p>	This arose as a result the company taking over community water projects which had their own unique structures. The company is currently reviewing its structures in order to harmonize and align all the positions to the approved staff establishment	HRM	CLOSED	MARCH 2024

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

4.6.4	<p>Unsupported Expenditure on Casual Wages - Kshs. 471,030</p> <p>The statement of profit or loss and other comprehensive income reflects staff cost of an amount of Kshs.83, 873,372 which includes an amount of Kshs.471, 030 in respect of casual wages and as disclosed in Note 8 to the financial statements. However, the expenses were not supported with muster roll indicating the location and nature of work done by the casual workers.</p> <p>In the circumstances, the accuracy and completeness of the staff cost of an amount of Kshs. 471,030 in respect of casual wages could not be confirmed.</p>	Master roll with regards to Casual Wages paid during the period under review showing the location and nature of work done by the casual workers	HRM	CLOSED	MARCH 2024
4.6.5	<p>Unsupported Staff Welfare Expense</p> <p>The statement of profit or loss and other comprehensive income reflects staff cost of an amount of Kshs.83,873,372 which includes an amount of Kshs.1,086,440 in respect of staff welfare and as disclosed in Note 8 to the financial statements. However, review of the supporting schedule presented for audit review revealed that the payments were made to individual staff and the expenditure was not supported documents including payment vouchers.</p> <p>In the circumstances, the accuracy and completeness of the expenditure of an amount of Kshs. 1,086,440 in respect of staff welfare could not be confirmed.</p>	Sample of Support documents for staff welfare including payment vouchers is attached for review.	CFM	CLOSED	MARCH 202
8.0	<p>Lack of approved Current Tariff Rates</p> <p>The Company has been operating with water tariff approved by the Water Services Regulatory Authority approved vide Gazette Notice Number 958 for water tariff structure for the financial year 2016/2017 to 2019/2020 which expired</p>	As per Water 2016, the company is required to apply for operation license prior to application of Regular Tariff review. Bomet water has begun the process of applying for license and in final stage. We have made payment for	MD/CFM/ TSM	Ongoing	2024

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	<p>,approximately two years ago and the management has not sought approval of new tariffs .This is contrary to section 72 of the Water Act,2016 which requires WASREB is to evaluate and recommend water and sewerage tariffs to the County water services providers and approve the imposition of such tariffs in line with consumer protection standards.</p> <p>The Management is in breach of the Law.</p>	<p>performance guarantee which is a final stage before issuing the license. We are currently going through training on tariff review and we expect to complete the process by June 2024.</p>			
4.6.6	<p>Employees Acting for More Than Six Months</p> <p>The statement of profit or loss and other comprehensive income for the year ended 30 June 2023, reflects staff costs of Kshs.83,873,372 and as disclosed in Note 8 to the financial statements which includes an amount of Kshs.117,600 paid to one officer, Milton Kitur Kipkoech who has been acting as technical and operations Manager for close to seven and a half (71/2) years together with the Managing Director who had been acting for sixteen months since September 2022.This is contrary to Section 14(1) of PSC HR Policies may 2016, which states that an officer is eligible for appointment to a higher post and is called to act in that post pending advertisement of the post, he is eligible for a payment of acting allowance at the rate of twenty percent (20%) of his substantive basic salary . Acting allowance will not be payable to an officer for more than six (6) months. Management has not provided explanation of retaining and paying acting allowances to officers for over six months.</p> <p>In the circumstance, the Management is in breach of the Public Service Human Resource policies and Procedures Manual, 2016.</p>	<p>The substantive holder of the position of Technical Manager (Mr Joel Langat) was on interdiction following his arraignment in court by EACC. Mr Milton Kitur, being the senior most in the department, was appointed to act. The court case took many years to conclude in court and Milton could not be confirmed to this position as Joel remained the substantive Technical Manager. Upon court acquittal, Joel resumed his position as Milton also reverted to his substantive position. During acting period, Milton was earning acting allowances in line with the existing HR policy. Milton acted for 5 years and not 7 as indicated.</p> <p>The MD was seconded from the County Government of Bomet for a period of 6 months. The substantive MD was on compulsory leave during the period. After the lapse of acting period, the position was advertised as attached but the process was stopped through court injunction after the substantive MD went to court to challenge his disciplinary proceedings against him. This process necessitated MD seconded from County to continue for another six months which lapsed in February 2024. He has since be recalled and CFM appointed acting pending the outcome of the court. No acting allowances was paid to staff from the company since he was seconded staff from CGOB.</p>	HRM	CLOSED	MARCH 2024

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

4.6.7	<p>Ethnic composition Review of the staff data shows that the Company has one hundred and sixty-three (163) employees out of which one hundred and sixty-two (162) or 99 % belong to the dominant ethnic community. This is contrary to Section 7 of the National Cohesion and Integration Act, 2008 which states that all public establishment shall seek to represent the diversity- of the people of Kenya in the employment of staff. No public establishment shall have more than one third of its staff from the same ethnic community. In the circumstances, the Management was in breach of the law.</p>	<p>The reported skewed percentage of 99 is due to staff inherited from Community water project and defunct Tililbei water company. The Company is however aware of the requirements and any position that arises will competitively be advertised and will observe one third gender rule as well as ethnic diversity.</p>	HRM	ONGOING	CONTINUOUS
4.7	<p>Non-Remittance of Statutory Deductions The statement of financial position reflects trade and other payables balance of Kshs.190,300,424 which includes an amount of Kshs.111,620,241 in respect of staff salaries and deductions and as disclosed in Note 18 to the financial statements which further includes balance of Kshs.58,373,430 in respect of non-remitted statutory deductions, National Social Security Fund, National Hospital Insurance Fund, Laptrust and Lap fund which the Management has not supported with schedules indicating how long they have remained outstanding . The Company therefore runs the risk of incurring significant and unquantified interest costs and penalties associated with delays in settling the non-remitted statutory deductions.</p>	<p>It is true that the company had unremitted payroll salaries and deductions of Kshs 111,620,241 for the period under review. However, with the ongoing implementation of Bomet – Mulot water project which is a gravity fed system, covering a wider area implies cost saving in terms of electricity bills. Once the project is completed, four (4) water supply schemes will be decommissioned implying that monthly savings of Kshs 2,038,000, will be saved from electricity. (As shown below).</p> <p>Monthly electricity bills for the four (4) schemes to be decommissioned;</p> <p>In addition, this project is expected to bring on board an additional 40,000 connections hence increased customer base resulting to more revenues to cater for outstanding payables. Attached is the progress report for implementation which stand at 40% (Percentage). The Water company has entered into an MOU with Kericho County government to streamline</p>	MD/CFM	ONGOING	ONGOING

**Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024**

		<p>water supply and payments for bulk water, this has improved payment and service provision. Further, the County Government of Bomet on behalf of Water Company has entered into an MOU with State Ministry of Water to address issue of Non-Revenue Water as part of revenue enhancement measures. This will ensure 100% metering boosting revenue collections to service other outstanding payables.</p>	CFM	JUNE 2024	CLOSED																
<p>4.8.1 Unaccounted for Expenditure on Electricity The statement of profit or loss and other comprehensive income reflects general and operating expenses of an amount of Kshs.111,367,367,436 which includes an amount of Kshs.84,666,030 in respect of expenditure on electricity and as disclosed in Note 9 to the financial statements. However, the expenditure was not supported with expenditure schedules and electricity bills.</p> <p>In the circumstances, the propriety, accuracy and completeness of the expenditure of an amount of Kshs. 84,666,030 in respect of electricity could not be confirmed.</p>		<p>Attached is a schedule of electricity cost and statement showing monthly bills for every electricity bill account for all the schemes.</p>	CFM/PO	JUNE 2024	CLOSED																
<p>4.8.2 Unaccounted for Expenditure on Water Chemicals The statement of profit or loss and other comprehensive income reflects general and operating expenses of an amount of Kshs.111,367,436 which includes an amount of Kshs.9,134,045 in respect of chemicals and as disclosed in Note 9 to the financial statements. However, expenditure totaling Kshs. 4,084,949 supported with documents including local purchase orders (LPOs), counter receipt and issue vouchers (S12) and store ledger (S3) cards. Further review of Note 9 to the financial statements revealed that comparative amount of Kshs.4,275,161 in</p>		<p>During the year under review, the unit cost of water treatment costs went up due to depreciation of Kenya shilling against the US Dollar as shown below;</p> <table border="1" data-bbox="1069 712 1236 1216"> <thead> <tr> <th>Chemical type</th> <th>Prices-2021-2022</th> <th>Prices-2022-2023</th> <th>% of price changes</th> </tr> </thead> <tbody> <tr> <td>Alum</td> <td>36.42</td> <td>55.68</td> <td>35</td> </tr> <tr> <td>Chlorine</td> <td>222.30</td> <td>348</td> <td>36</td> </tr> <tr> <td>Soda Ash</td> <td>36.42</td> <td>55.68</td> <td>35</td> </tr> </tbody> </table> <p>Rainfall was also high during the year under review. This affected the usage of water</p>	Chemical type	Prices-2021-2022	Prices-2022-2023	% of price changes	Alum	36.42	55.68	35	Chlorine	222.30	348	36	Soda Ash	36.42	55.68	35	CFM/PO	JUNE 2024	CLOSED
Chemical type	Prices-2021-2022	Prices-2022-2023	% of price changes																		
Alum	36.42	55.68	35																		
Chlorine	222.30	348	36																		
Soda Ash	36.42	55.68	35																		

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	<p>respect of water chemicals implying that the expenditure in respect of the chemicals increased by Kshs.4,858,584 or 114% against an increase of 122193 or 3% of water production 3,626,535 (m³) from 3,504,344(m³) during the year.</p> <p>In the circumstances, the propriety, accuracy and completeness of the expenditure of an amount of Kshs. 9,134,045 in respect of chemicals could not be confirmed</p>	treatment chemicals due to high turbidity of water.			
4.8.3	<p>Unsupported Insurance Costs – Kshs. 757,479</p> <p>The statement of profit or loss and other comprehensive income reflects general and operating expenses of an amount of Kshs.111,367,436 which includes an amount of Kshs.757,479 in respect of insurance and as disclosed in Note 9 to the financial statements. However, review of the financial statement including the comparative amounts revealed that the expenditure on insurance remained same from the previous year 2021/2022 audited financial year of an amount of Kshs.757,479. Schedule provided by the Management revealed that the insurance had been taken for ten (10) motor vehicles and 29 motor cycles, leaving out other assets owned by the Company. However, the insurance cost was not supported with documents including the insurance policy on vehicles or assets covered, period of cover, premium payable and value insured and valuation reports were not provided for audit review.</p> <p>In the circumstances, the propriety, accuracy and completeness of the expenditure of an amount of Kshs. 757,479 in respect of insurance could not be confirmed.</p>	<p>The tender for provision of insurance cover was advertised in daily nation dated 19th may 2022. Kenya Alliance insurance won the tender with a price of Kshs 757.479 being the lowest responsive bidder. Attached is insurance policy on vehicles or assets covered, period of cover, premium payable. We have also attached advert, award letter, and opinion and policy documents for review.</p> <p>The company is however planning to carry out assets valuation for non-motors in the FY 2023/2024. We however did for motor vehicles as per attached valuation reports.</p>	CFM/PO	JUNE 2024	CLOSED

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

<p>4.8.4</p>	<p>Unsupported Expenditure for Domestic Travelling and Subsistence The statement of profit or loss and other comprehensive income reflects general and operating expenses of an amount of Kshs.113,367,436 which includes an amount of Kshs.2,909,700 in respect of domestic travelling and subsistence and as disclosed in Note 9 to the financial statements. However, the expenditure was incurred through issue of temporary imprest which were not supported with documents including imprest register and payment vouchers.</p> <p>In the circumstances, the propriety, accuracy and completeness of the expenditure of an amount of Kshs. 2,909,700 in respect of domestic travelling and subsistence could not be confirmed.</p>	<p>Attached are support documents including invites letters, work tickets, bus tickets, and Non accountable documents as approved by SRC and payment vouchers for Domestic Travelling and Subsistence for review.</p>	<p>CFM</p>	<p>JUNE 2024</p>	<p>CLOSED</p>
<p>4.8.5</p>	<p>Unsupported Expenditure on Maintenance Costs The statement of profit or loss and other comprehensive income reflects maintenance costs of an amount of Kshs. 9,598,815 which includes amounts of Kshs. 1,919,992, Kshs.1,257,775, Kshs.1,987,599 and Kshs.4,066,042 in respect of infrastructure network, motor vehicle and cycles, Ict and plant and equipment and as disclosed in Note 9 to the financial statements. However expenditure were not supported with expenditure returns pre and post inspection reports detailing the nature and extent of repairs to be carried out.</p>	<p>All schemes are provided with occurrences books where all breakdowns, complains, burst repairs are recorded. From occurrences books, requisition is made by the scheme supervisor and approved by Technical services manager. Procurement office then initiate procurement of repair works.</p> <p>We have however initiated procurement of pre-inspection and post inspection booklets which will be distributed within our schemes for action. We have also provided a sample of occurrences book and master roll in support of expenditure incurred in maintenances cost.</p>	<p>CFM</p>	<p>JUNE 2024</p>	<p>CLOSED</p>

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	Further, the Company engaged casual workers to carry out the repair works. However, the expenditure on these workers was not supported by muster rolls that have details of their identification numbers (ID), job descriptions, and the locations where work was carried out and signed off as proof of work done.				
4.9.1	Misstatement of Board Expenses The statement of profit or loss and other comprehensive income reflects an amount of Kshs.1, 576,350 in respect directors' emoluments. However, review of the supporting documents revealed board expenses totaling to Kshs.2,192,350,resulting to un explained and unreconciled variance of Kshs.616,000	Board expenses has been restated to Kshs 2,192,350 as shown in the revised financial statement.	CFM/MD	JUNE 2024	CLOSED
4.9.2	Unsupported Board Expenditure - Kshs. 487,000 The statement of profit or loss and other comprehensive income reflects an amount of Kshs.1, 576,350 in respect director's emoluments. However, review of the supporting documents revealed 2023 that board expenses totaling to Kshs. 487,000 were made to members. However, supporting documents including board minutes, notice and attendance register were not provided	Support documents for board expenses of Kshs 487,000 is attached for review. These includes; board minutes, notice and attendance register.	CFM	JUNE 2024	CLOSED
4.10.1	Unsupported Value of Assets from Kamureito Community Water Project The statement of financial position reflects an amount of Kshs. 69,054,350 in respect Property, plant and equipment and as disclosed in Note 13 to the financial statements which includes net book value of Kshs 3,726,301in respect of Kamureito community water project taken over by Bomet Water and Sanitation Company in September, 2013 to manage the operations of the water company. Review of documents provided for audit	The following assets were taken over from Kamureito community project; <ol style="list-style-type: none"> 1) Pump house 2) Complete pumpset 3) 100m3 storage tank 4) Pipeline- Estimated distance of 16km of pipeline of varying sizes ranging from 20mm-160mm 	TM/CFM	JUNE 2024	CLOSED

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	<p>review revealed that the Company inherited loan balance of Kshs 3,726,301 which was outstanding in the books of Kamureito in Sidian Bank as at 28 January, 2015 which was equated by Management to the value of assets transferred to the company from Kamureito. However, no details of assets transferred and valuation report was availed for audit to confirm the value of assets transferred.</p>	<p>We have also attached public participation minutes detailing list of items taken over from the community. The company will engage professional valuers to determine the true value of each asset and will be restated according to respective asset categories. We expect to finalize this during 2023/2024 financial year.</p>			
4.10.2	<p>Land The statement of financial position reflects balance of Kshs. 69,054,350 in respect property, plant and equipment and as disclosed in Note 13 to the financial statements which includes two (2) parcels of land LR. No Kericho/Kipsonoi S.S/ 1604, measuring 0.14 hectares in 30 March, 2017 and Kericho/ Kimulot/ 2465 measuring 0.12 hectares on 2 October, 2017 at Kshs 350,000 and Kshs 620,000, respectively, totaling to Kshs 970,000 acquired by the company which was at variance with Kshs 951,440 disclosed in note 13, resulting to an unreconciled and unexplained variance of Kshs 18,560. In the circumstances, the accuracy and completeness of the property, plant and equipment of the balance of Kshs. 69,054,350 could not be confirmed.</p>	<p>It is true that the valuation report of these two parcel of land was Kshs 970,000. The amount paid was a negotiated amount Kshs 951,440 which was within the prevailing market rate within the said sites.</p>	MD	ONGOING	ONGOING
4.10.3	<p>Unsupported Capital Work in Progress-WSTF Projects. The statement of financial position reflects property, plant and equipment balance of Kshs.69,054,350 which include balance of</p>	<p>Payment vouchers, contract agreement, and interim payment certificate (IPC) and the financing agreements in support of capital work in progress is availed for review.</p>	CFM	JUNE 2024	CLOSED

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	<p>Kshs.32,274,347 in respect capital work in progress and as disclosed in Note 13 to the financial statements which further includes balance of Kshs.22,582,197 and Kshs.9,692,150 in respect of comparative balance and additions during the year projects funded through WSTF. However, supporting documents including payment vouchers, contract agreement, and interim payment certificate (IPC) and the financing agreements were not provided for audit review. In the circumstances, the accuracy and completeness of the property, plant and equipment of the balance of Kshs. 69,054,350 could not be confirmed.</p> <p>Lack of properly maintained records</p>				
<p>4.10.4</p>	<p>Delay in project Completion The statement of financial position reflects property, plant and equipment balance of Kshs.69,054,350 which include balance of Kshs.32,274,347 in respect capital work in progress and as disclosed in Note 13 to the financial statements which further includes balance of Kshs.22,582,197 and Kshs.9,692,150 in respect of comparative balance and additions during the year projects funded through WSTF. The capital work in progress includes four (4) projects implemented during the year. However, audit verification of the projects on 25 January, 2024 revealed that three(3) projects were behind schedule completion dates. The management provided revised completion dates which were not supported with project management committee and the accounting officer</p>	<p>The financier (WSTF) of the said project under implantation entered a financial agreement with the WSP (Bomwasco) whereby the disbursement from the financier was dependent upon the remittance of counterpart funding from the WSP. However, after the WSP remitted its counterpart funding, the financier delayed in its disbursement as per the financial agreement. This affected the cash flow of project implementation. The contractors sought for contract extensions from the WSP to enable them complete the projects. The requests were granted a no cost extension after the approval from the financier. We have attached no cost extension letters for review.</p>	<p>PM/WSTF</p>	<p>ONGOING</p>	<p>ONGOING</p>

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

4.10.5	<p>Unsupported Water Meters</p> <p>The statement of financial position reflects property, plant and equipment balance of Kshs.69, 054,350 which includes balance of Kshs.16, 383,310 in respect purchase of water meters and as disclosed in Note 13 to the financial statements. However, the additions were not supported with payment vouchers, procurement documents list of customer applications for new meters and replacement and distributions for connections. In the circumstances, the accuracy and completeness of the property, plant and equipment of the balance of Kshs. 69,054,350 could not be confirmed.</p> <p>Lack of properly maintained records.</p>	Payment vouchers, procurement documents, list of customer for new meters and replacement and distributions for connections are availed for review.			
4.11	<p>Intangible Assets</p> <p>The statement of financial position reflects intangible assets balance of Kshs.17, 314,255 which includes balance of Kshs.13, 842,739 in respect additions during the year and as disclosed in Note 13 to the financial statements. However, the additions were not supported with documents including payment vouchers, procurement plans, amortization schedule and were not included in the assets register.</p> <p>In the circumstances, the accuracy and completeness of the intangible asset balance of Kshs.17, 314,255 could not be confirmed.</p>	Payment vouchers, procurement plans, amortization schedule are availed for review.	CFM	JUNE 2024	CLOSED
4.12	<p>Inventory Balance</p> <p>The statement of financial position reflects a nil balance in respect of inventories and as disclosed in Note 15 to the financial statements. However review of the automated stock system through the Enterprise Resource Planning (ERP) system showed that as at 30 June 2023, the inventories</p>	The stock value of Kshs 6,179,829 was in relation to water treatment chemicals issued by the storekeeper to various productions units but was not utilized at the production point. Our ERP system expenses the chemicals cost at point of issuance by the storekeeper to chemical attendant. We have however clean up the stock	CFM/PO	JUNE 2024	CLOSED

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	<p>balance totaling to Kshs.6,179,829 were in stock as detailed below which were not included in the financial statements and was not supported with stock take sheets.</p> <p>Further, there were no records provided for audit review indicating the produced and unsold water volumes, the values as at the end of the financial year policy guidelines for the accounting of water inventory by the company. In addition, the Company did not determine the volume of water in their treatment plants or the volume of the system input (water extract, natural sources and boreholes.)</p> <p>In the circumstances, the accuracy and completeness of the nil balance in respect of inventories could not be confirmed.</p>	<p>balances using stock movement registered consumed at the production point in an effort to reconcile the stock balance as captured at the central store to automated stock management system. We have attached evidence of chemical requisitions by chemical attendants for your review.</p> <p>As at 30th June 2023, the stock is equivalent to water produced since production is continuous</p>			
4.13	<p>Long Outstanding Trade Receivables. The statement of financial position reflects balance of Kshs.227, 629,020 in respect of trade and other receivables and as disclosed in Note 16 to the financial statements. However review of the supporting schedule did not include the age analysis. Further, the schedule includes balance of Kshs.204, 047,908 which have remained outstanding for long and the Management has not taken any measures to recover the long outstanding dates. Further, no provisions have been provided for bad and doubtful debts.</p> <p>In the circumstances, the accuracy, completeness and fair statement of trade and other receivables balance of Kshs. 227,629,020 could not be confirmed</p>	<p>It is true that the Company had outstanding Trade and other receivables of Kshs 227,629,020. However, the company has put in place measures to enhance revenue collections both from major and domestic customers. These includes;</p> <ul style="list-style-type: none"> • Signing of MOU between Kericho County Government giving clear guidelines in terms of water supply and payments. • Sending of notices to other customers. <p>This has resulted in payment of Kshs 12M from Kericho County Government.</p> <p>The company has also procured 1000 smart water meters (Pre-paid meters). This has resulted in reduction of arrears, as the solution recover pending debt as well as payment for current bills.</p>	CFM	ONGOING	CONTINUOUS

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

		Copy have been availed for audit verifications and hereby attached as;			
4.14	<p>Bank and Cash Balances The statement of financial position reflects balance of Kshs. 619,731 in respect of bank and cash balances as disclosed in Note 17 to the financial statements. However, review of the statement reflects one bank account balance held at Equity bank with zero balance which is at variance with certificate of bank balance and bank reconciliation statement bank balance of Kshs 66,591. Further, review of the supporting documents revealed that one account held in cooperative bank no.01136357146204 in respect of WSTF project account was not included or supported with closure reports. In the circumstances, the accuracy and completeness of cash and cash equivalents of Kshs. 619,731 could not be confirmed.</p>	<p>Observation noted and amended accordingly. Revised financial statement is availed for review. We have also attached letter to bank requesting for account closure of 01136357146204 dated 6th March 2018.</p>	CFM	JUNE 2024	CLOSED
4.15	<p>Unsupported Deferred Income The financial statement reflects balance of Kshs.22, 438,105 in respect of deferred income as current liabilities. However, review of the supporting documents including the schedules and cooperative bank statement revealed that the details of deferred income relates to funds received between 2016 and 2018 in WSTF project accounts which have not been regularized in the books of accounts. Further, the income were not supported with budgets and finance agreement. In addition the balance in the statement was not supported with relevant Notes. In the circumstances, the accuracy and completeness of the balance of Kshs.22. 438.105 in respect of inventories could not be confirmed.</p>	<p>Deferred income relates to projects undertaken by developments partners and are yet to be commission. These projects includes; 1) Chebunyo-Siongiroi water project funded WSTF at the cost of Kshs. 18,380,855.The project being a multiyear project was supposed to have a direct line to connect from Sigor intake works to Siongiroi with funding from the county government of Bomet through department of water. However due to financial challenges, it was not completed on time, but currently the direct line is at 98% completion and expected to be operational before the end of the financial Year 2023-2024. Once completed, it will be capitalized to respective asset categories.</p>	CFM	JUNE 2024	CLOSED

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

		<p>2) UPSUB Safisan project funded WSTF covering Raiya and Mauche area within Bomet town at the cost of Kshs 5,057,250. The project is complete and await commissioning.</p> <p>We have also supported under note 23. Budgets and agreement submitted for review. Once the projects are commission, they will be revalued and capitalized accordingly.</p>			
4.16	<p>Non-disclosure of Retention Balances The Financial statements of financial position reflects trade and other payables balance of Kshs.190,300,424 which includes balance of Kshs.30,822,241 in respect of other payables and as disclosed in Note 18 to the financial statements. However, review of supporting documents including additions in respect of plant, property and equipment and as disclosed in Note 13 to the financial statements revealed that the company implemented four (4) projects with contracts invoiced at Kshs 23,082,953 and retention deduction amount of Kshs 2,308,295 which was not disclosed in the financial statements. In the circumstances, the accuracy and completeness of the trade and payables balance of Kshs. 190,300,424 in respect of trade and payables could not be confirmed.</p>	<p>Observation noted and retention of Kshs 2,308,295 captured under trade and other payables note 18 to financial statement in revised financial statement.</p>	June 2024	CFM	Closed
4.17	<p>Unpaid Capital for Ordinary Shares The statement of financial position as at 30 June 2023 reflects ordinary share capital amount of Kshs.100, 000. The 100,000 @ Kshs. 1 shares were issued to the County Government of Bomet vide Certificate No.8 in the year 2014. However, the shares have not been paid for, contrary to Section 359 of the Companies Act, 2015. In the circumstances the Management is in breach of the law</p>	<p>It is true share capital of Kshs 100,000 has not been paid for by the County Government of Bomet. The same has remain unpaid since share certificates were issued on 6th January 2021. On 17th August 2023 vide letter reference number <i>BWC/COUNTY/42/VOL2 (90)</i> and invoice, we issued them with demand notice and commitment has been made under current year budget 2023/2024 for settlement. We have however captured as part of outstanding trade</p>	CO-water	June 2024	Ongoing

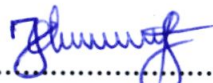
Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

		receivables under note 16 to the financial statement.			
4.18	Trade and Other Payables The statement of financial position reflects trade and other payables balance of Kshs. 190,300,424 and as disclosed in Note 18 to the financial statements. However, the includes Kshs. 111,620,241 in arrears of staff salary which were outstanding for 8 months and balance of Kshs. 29,796,843 which are loan deductions from employees' salaries that have not been remitted to various financial institutions and banks. Further, the balance excludes Kshs. 25,073,379, payable to Kericho Water and Sanitation Company, due to a deed of transfer of 11 September 2018 between its subsidiary, Tililbei Water Company and Bomet Water Company. In the circumstances, the accuracy, completeness and fair statement of trade and other payable balance of Kshs. 190,300,424 could not be confirmed.	Kshs. 25,073,379, payable to Kericho Water and Sanitation Company is a liability which is supposed to be borne by County Government of Bomet since it arose before formation of the Company. This therefore means that the liability will not form part of trade and other payables.	CFM	Ongoing	Continuous
4.19	Budgetary Control and Performance The statement of comparison of budget and actual amount reflects a total revenue budget balance of Kshs.275, 991,476 against actual receipts of Kshs 187,521,756 resulting to revenue shortfall of Kshs.88, 469,720. The statement also reflects a total expenditure budget balance of Kshs 222,050,000 against actual expenditure Kshs 220,045,779 resulting in an under-expenditure of Kshs 2,004,221. Further, the company acquired assets of Kshs 26,075,460, however, it is not explained how the development expenditure was financed since no capital development grants was	Revenue shortfall of Kshs 88,469,720 is attributed to the following; <ol style="list-style-type: none"> 1. Revision of expected support from CGOB from 99.6M to Kshs 83M translating to a short fall of Kshs 16.6M 2. Default payment of Kericho County of Kshs 11,331,431 3. High rainfall received during year affected collectability of revenue. Under current year 2023-2024, the Company has collaborated with water police unit established under ministry of water to address issues such as illegal connections and long outstanding debts.	MD/CFM/CO-WATER	Closed	Closed

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

	<p>received during the year and recognized in the statement of changes in equity as required</p>	<p>Under expenditure of Kshs 2,004,221 is a result of unrealized revenue due to factors enumerated above. Kshs 7,522,820 and 2,383,750 were received from WSTF to finance construction of Kapkwen pipeline extension and Ndanai PSF respectively. Acquisition of smart meters at the cost of Kshs 16,383,310 was through revenue collections from customers and is usually budgeted for. During registration, the customers are charge for water meters but subsequent replacement is borne by company. Any other development works is done by the County Government through ministry of water as stipulated in water Act 2016.</p>			
--	--	--	--	--	--

Sign.....
Ag Managing Director

Sign.....
Chairman of the Board

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

APPENDIX II: INTER-COMPANY TRANSFERS

COMPANY NAME:		BOMET WATER AND SANITATION COMPANY LIMITED		
Break down of Transfers from the County Government of Bomet				
FY 2023/2024				
a.	Recurrent Grants			
	Actual Amount received	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	8,300,000	19/07/2023	8,300,000	2023-2024
	8,300,000	31/08/2023	8,300,000	2023-2024
	8,300,000	31/08/2023	8,300,000	2023-2024
	8,300,000	08/09/2023	8,300,000	2023-2024
	8,300,000	22/09/2023	8,300,000	2023-2024
	8,300,000	31/10/2023	6,500,000	2023-2024
	8,300,000	10/11/2023	8,300,000	2023-2024
	8,300,000	22/11/2023	8,300,000	2023-2024
	8,300,000	03/01/2024	8,300,000	2023-2024
	8,300,000	15/02/2024	7,100,000	2023-2024
			80,000,000	

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

APPENDIX III-PROJECTS IMPLEMENTED BY BOMET WATER COMPANY LIMITED

Projects

Projects implemented by the Water Services Trust Fund Funded by development partners.

	Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
1.	Kapkwon Pipeline Extension	08W/BOMET/BOMET/42	WSTF	9 MONTHS	19,862,063	YES	NO
2.	Ndanai PSF	08S/BOMET/BOMET/16	WSTF	9 MONTHS	6,199,219	YES	NO

Status of Projects completion

	Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds
1.	Kapkwon Pipeline Extension	19,862,063	7,593,846	84%	19,862,063	7,593,846	WSTF
2.	Ndanai PSF	6,199,219	2,225,774	95%	6,199,219	2,225,774	WSTF

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

APPENDIX IV: ASSETS RECEIVED FROM LAKE VICTORIA SOUTH WATER WORKS DEVELOPMENT AGENCY (LVSWWDA).

ASSET REGISTER - HYDRAULIC STRUCTURES										
DATE	ITEM DESCRIPTION	ASSET NUMBER	MODEL	SUPPLIER	DATE OF	REF NLOCATION	DEPT	CUST	CAPA	COND
30/06/2014	Suction sump	LVSWSB/ BMT/HS/01/	Masonry	-	1956	Intake works Bmt w/s	Water	SCWO	15m3	Fair
30/06/2014	Clear water sump	LVSWSB/BMT/HS/01/O 02	Masonry	-	1956	Treatment works Bmt w/s	Water	SCWO	35m3	Fair
30/06/2014	Filtration tank	LVSWSB/BMT/HS/01/0 03	Masonry	-	2003	Treatment works Bmt w/s	Water	SCWO	20m3	Fair
30/06/2014	Sedimentation tank	KVSWSB/BMT/HS/01/0 04	Masonry	-	1956	Treatment works Bmt w/s	Water	SCWO	28m3	Fair
30/06/2014	Chemical mixing chambe	LVSWSB/BMT/HS/01/0 07	Masonry	-	1956	- Treatment works Bmt w/s	Water	SCWO	2m3	Fair
30/06/2014	Backwash tank	LVSWSB/BMT/HS/01/0 08	Plastic	Jos-hydrctec	9/23/2002	DN 08 Treatment works Bmt w/s	Water	SCWO	6m3	Good
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 09	Masonry	-	1956	- Bmt W/S	Water	SCWO	100m3	Fair
30/06/2014	CFU	LVSWSB/BMT/HS/01/010	Masonry	-	2008	BMT W/S	Water	SCWO		Good
30/06/2014	CFU	LVSWSB/BMT/HS/01/011	Masonry	-	2008	BMT W/S	Water	SCWO	100m	Good
30/06/2014	Intake sump	LVSWSB/BMT/HS/01/0 13	Masonry	AT-do express	1997	Lgs W/S intake	Water	SCWO	100M3	Fair
30/06/2014	Main storage tank	LVSWSB/BMT/HS/01/0 21	Masonry	At do express	1997	LgsW/S treatment works	Water	SCWO	100m3	Fair
30/06/2014	Clear water sump	LVSWSB/BMT/HS/01/0 22	Masonry	Action aid kenya		Sigor W/S intake	Water	SCWO	75m3	Good
30/06/2014	Filter unit	LVSWSB/BMT/HS/01/0 23	Masonry	Akirop Eng	1997	Sigor W/S intake	Water	SCWO	60m3	Fair
30/06/2014	Coagulation basin	LVSWSB/BMT/HS/01/0 24	Masonry	Directlabourteam		Sigor W/S intake	Water	SCWO	640m3	Fair
30/06/2014	Backwash tank	LVSWSB/BMT/HS/01/0 25	Masonry	Directlabourteam		Sigor W/S intake	Water	SCWO	50m3	Fair
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 26	Masonry	Directlabourteam	1979	Sgor W/S Kipkeikei	Water	SCWO	250m3	Good
30/06/2014	Break pressure tank	LVSWSB/BMT/HS/01/0 27	Masonry	Directlabourteam	1979	Sigor W/S Kipkeikei line	Water	SCWO	4m3	Good
30/06/2014	Main storage tank	LVSWSB/BMT/HS/01/0 28	Masonry	Directlabourteam	1979	Sigor Water Supply	Water	SCWO	350m3	Good
30/06/2014	Break pressure tank	LVSWSB/BMT/HS/01/0 29	Masonry	Directlabourteam	1979	Sigor W/S Lelaitch line	Water	SCWO	4m3	Good
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 30	Masonry	Directlabourteam	1979	Sigor W/S lelatich	Water	SCWO	200m3	Good
30/06/2014	Break pressure tank	LVSWSB/BMT/HS/01/0 31	Masonry	Directlabourteam	1979	Sigor W/S main line	Water	SCWO	4m3	Good
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 32	Masonry	-	1974	Cpg w/s	Water	SCWO	300m3	Fair
30/06/2014	Intake sump	LVSWSB/BMT/HS/01/0 33	Masonry	-	2004	Cpg w/s intake works	Water	SCWO	10m3	Fair
30/06/2014	Rain water smp	LVSWSB/BMT/HS/01/0 34	Masonry	-	1974	Cpg w/s intake works	Water	SCWO	300m3	Fair
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 35	Plastic	Kentainers ltd	5/26/1998	D/no 2Ndanai w/s supply	Water	SCWO	15m3	Good

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

DATE		ASSET/No	MODEL	S/No	DATE OF ACQU	LOC	CAPA
30/06/2014	Motor	LVSWSB/BMT/PL/01/027	Catco	PY 200 2-2-2	6/25/1997	Longisa intake	40HP
30/06/2014	Motor	LVSWSB/BMT/PL/01/028	Electrum	85541 IDA	6/25/1997	Longisa intake	40HP
30/06/2014	Control pannel	LVSWSB/BMT/PL/01/029	Composite combated	-	6/25/1997	Longisa intake	450 volts
30/06/2014	Boster pump	LVSWSB/BMT/PL/01/032	Groundhogs	B33500003P1943	7/3/1995	Longisa treatment	
30/06/2014	Switch starter	LVSWSB/BMT/PL/01/033	Mem	-	6/12/1995	Longisa treatment	
30/06/2014	Fire Extinguish 9ltrs water carbon	LVSWSB/BMT/PL/01/092			12/15/2008	Longisa w/s	
30/06/2014	Fire Extinguish 9ltrs water carbon	LVSWSB/BMT/PL/01/092			12/15/2008	Longisa w/s	
30/06/2014	Switch starter	LVSWSB/BMT/PL/01/034	-		6/11/1997	Sigor w/s intake	-
30/06/2014	Switch board	LVSWSB/BMT/PL/01/035	Comone control unit		6/25/1997	Sigor w/s intake	-
30/06/2014	HRC 6/1 lister pettier	LVSWSB/BMT/PL/01/036	lister-pettier	36002H7HL6A001	6/30/1997	Sigor w/s intake	
30/06/2014	Centrifugal pump	LVSWSB/BMT/PL/01/037	KSB MOVI	6174553	6/30/1997	Sigor w/s intake	
30/06/2014	Electrical motor	LVSWSB/BMT/PL/01/038	Brown boveri	519280	6/11/1997	Sigor w/s intake	7.5KM
30/06/2014	Centrifugal pump	LVSWSB/BMT/PL/01/039	Ajax elite	970097		Sigor intake (lowlift)	10HP
30/06/2014	Electrical motor	LVSWSB/BMT/PL/01/040	Catco	DY 132-52-2		Sigor intake (lowlift)	-
30/06/2014	Electrical motor	LVSWSB/BMT/PL/01/041	Crompton greaves	XNADT-33312		Sigor intake (lowlift)	75HP
30/06/2014	Multi-stage pump	LVSWSB/BMT/PL/01/042	Capran	NMV-5026	6/30/1997	Sigor intake (lowlift)	75HP
30/06/2014	Electrical motor	LVSWSB/BMT/PL/01/043	Catco	-	6/30/1997	Sigor intake (lowlift)	75HP
30/06/2014	Multi-stage pump	LVSWSB/BMT/PL/01/044	Rotos	50088/5		Sigor intake (lowlift)	75HP
30/06/2014	Switch starter	LVSWSB/BMT/PL/01/046	-	-		Sigor w/s intake	75HP
30/06/2014	Electric control panel intake	LVSWSB/BMT/PL/01/051	3phase	-	1997	Chepalungu intake	3phase
30/06/2014	Electronic motor	LVSWSB/BMT/PL/01/052	DY2-13252-2 catco	25	-	Chepalungu intake	10HP
30/06/2014	Centrifugal pump	LVSWSB/BMT/PL/01/053	PSEC/ACC4CP southern cross	16F-2004-A1	12/6/2004	Chepalungu intake	10hp
30/06/2014	Electric motor	LVSWSB/BMT/PL/01/054	DY2-132- 52-2 catco	29	5/25/2004	Chepalungu intake	10HP
30/06/2014	Centrifugal pump	LVSWSB/BMT/PL/01/055	ESEC/A/CC40P southern cross	16F2004A09	5/25/2004	Chepalungu intake	10HP
30/06/2014	Electric storage starter	LVSWSB/BMT/PL/01/056	star Delta	-	25/05/0000	Chepalungu intake	500V
30/06/2014	Control pannel	LVSWSB/BMT/PL/01/057	3 Phase	-	6/30/1997	Chepalungu intake	500V
30/06/2014	Electrical motor	LVSWSB/BMT/PL/01/059	catco	-	8/2/2004	Chepalungu w/s	40HP
30/06/2014	Electrical motor	LVSWSB/BMT/PL/01/060	ASEA	-	6/25/2005	Chepalungu intake	75HP
30/06/2014	Electric motor	LVSWSB/BMT/PL/01/062	Crompton greaves	-	5/26/2005	Chepalungu intake	40HP

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

DATE	ITEM DESCRIPTION	ASSET NUMBER	MODEL	SUPPLIER	DATE OF REF N	LOCATION	DEPT	CUST	CAPA	COND
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 36	Masonry		5/26/1998	D/no 2 Ndanai w/s	Water	SCWO	100m3	Good
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 38	Masonry			Gelegele w/s supply	Water	SCWO	75m3	Fair
30/06/2014	Sedimentation tank	LVSWSB/BMT/HS/01/0 39	Steel			Moi siongiroy Girls sec sch	Water	SCWO	4m	Good
30/06/2014	Pressure filter	LVSWSB/BMT/HS/01/0 40	Steel			Moi siongiroy Girls sec sch	Water	SCWO	1m	Good
30/06/2014	Pressure filter	LVSWSB/BMT/HS/01/0 41	Steel			Moi siongiroy Girls sec sch	Water	SCWO	1m	Good
30/06/2014	Sedimentation tank	LVSWSB/BMT/HS/01/0 42	Steel			Moi siongiroy Girls sec sch	Water	SCWO	4m	Good
30/06/2014	Elevated steel tank	LVSWSB/BMT/HS/01/0 43	Steel	Warren enterprises ltd	6/4/1995	Moi siongiroy Girls sec sch	Water	SCWO	100m	Good
30/06/2014	Underground tank	LVSWSB/BMT/HS/01/0 44	Masonry		1995	Moi siongiroy Girls sec sch	Water	SCWO	100M	Fair
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 50	Masonry		2008	Siongiroy	Water	SCWO	150m	Good
30/06/2014	Mixing unit	LVSWSB/BMT/HS/01/0 46	Masonry		2008	Chepalungu	Water	SCWO	2.5m	Good
30/06/2014	Kentank	LVSWSB/BMT/HS/01/0 47	Masonry		2008	Chepalungu	Water	SCWO	3m	Good
30/06/2014	Dozer	LVSWSB/BMT/HS/01/0 48	Masonry		2008	Chepalungu	Water	SCWO	0.2m	Good
30/06/2014	Storage tank	LVSWSB/BMT/HS/01/0 49	Masonry		2008	(Kapsirich)	Water	SCWO	150m3	Good
30/06/2014	Itare treatment works	LVSWSB/bmt/konoin/50	Masonry			konoin/ itare	Water	SCWO	400m3	Good
30/06/2014	Itare treatment works	LVSWSB/bmt/konoin/51	Masonry			konoin/ itare	Water	SCWO	225m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin /052	Masonry			Simoti	Water	SCWO	100m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin/053	Masonry			Ruseya	Water	SCWO	100m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin/054	Masonry		1980	Simoti	Water	SCWO	50m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin/055	Masonry			Saseta	Water	SCWO	1300m3	Good
30/06/2014	Filtration tanks 6no	LVSWSB/bmt/konoin/056	Masonry			Itare	Water	SCWO		Good
30/06/2014	Backwashing tank	LVSWSB/bmt/konoin/057	Masonry			itare	Water	SCWO		Good
30/06/2014	clear water tank	LVSWSB/bmt/konoin/058	Masonry				Water			Good
30/06/2014	Sedimentation tank 4no.	LVSWSB/bmt/konoin/059	Masonry			itare	Water	SCWO		Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin/060	Masonry			Chebirbelek	Water	SCWO	180m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin/061	Masonry			Kapletundo	Water	SCWO	225m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin/062	Masonry		2012	Kamungei	Water	SCWO	100m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/konoin/063	Masonry		2011	kimawit	Water	SCWO	100m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/sotik/064	Masonry			Sotik	Water	SCWO	150m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/sotik/065	Masonry		2012	Sotik	Water	SCWO	100m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/sotik/066	Masonry		2011	Sotik	Water	SCWO	100m3	Good
30/06/2014	Storage tank	LVSWSB/bmt/sotik/067	Masonry		2014	Chebilat	Water	SCWO	100m3	Good
30/06/2014	Storage tank	BMT/Kamureito/068	Masonry		2009	Kamureito	Water	SCWO	150m3	Good
30/06/2014	Storage tank	BMT/Kamureito/069	Masonry		2010	Kamureito	Water	SCWO	100m3	

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

ASSET REGISTER - PIPELINE							
DATE	DESCRIPTION	MODEL	DATE OF ACQ	LOCATION	CAPA	COND	REMARKS
30/06/2014	Rising main from intake to treatment works	G.I pipe 2 1/2	1956	Bomet W/S	Appr 0.3k	Old	Needs rehabilitation
30/06/2014	Rising main from intake to treatment works to storage tank	Prc/GI 4"	1998&2005	Bomet W/S	Appr2.2km	Good	-
30/06/2014	Rising main from intake to treatment works to storage tank	Aspestror(A/C)3"	1956	Bomet W/S	Appr1.5km	Poor	Needs rehabilitation
30/06/2014	Distribution line network from storage tank	Aspestror G.I&PVC3"		Bomet W/S	Appr8km	Fair	Requires additional line
30/06/2014	Rising main	PVC/GI 4 "	1995	Longisa w/s	Appr2.2km	Fair	-
30/06/2014	Distribution line	G.I/PVC2"	1998	Longisa w/s	Appr0.4km	Good	Needs expansion
30/06/2014	Rising main from intake to treatment works to storage tank	G.I pipe2"		Longisa sec.w	Appr3km	Operational	Needs expansion
30/06/2014	Rising main from intake to treatment works to storage tank	GI/PVC6"	1978	Sigor w/s	Appr 5km	Fair	-
30/06/2014	Distribution line network	6" upvc	1978	Sigor w/s	Appr 4km	Fair	Some of the line are dry
30/06/2014		4" upvc		Sigor w/s	15km	Good	
30/06/2014		3"		Sigor w/s	13 km	Good	
30/06/2014		2"		Sigor w/s	11 km	Good	
30/06/2014	Rising main from intake to treatment works to storage tank	G.I/PVC6"	1972	Chepalungu w	Appr 3km	Fair	Needs rehabilitation
30/06/2014	Distribution line network	8" UPVC		Chepalungu w	2KM	Good	
30/06/2014	G.I/PVC6"	1974	Chepalungu w	Appr 16 k	Fair	Some of the line are dry
30/06/2014	4" pvc		..	20km	good	
30/06/2014	3" pvc		..	25km	Good	
30/06/2014	2" pvc		..	14km	Good	
30/06/2014	Rising main from intake to treatment works to storage tank	2" *1" G.I	1998	Ndanai w/s	Appr 0.25k	Operational	-
30/06/2014	Distribution line network	3" pvc	1998	Ndanai w/s	Appr 2.4 k	Fair	Needs expansion
30/06/2014		2"pvc			5.5km		
30/06/2014	Rising main Sotik from intake to treatment	6" pvc		Sotik	3.5km	good	
30/06/2014	Distribution network	4" pvc		Sotik	0.5km	good	
30/06/2014		3" pvc		Sotik	6.5km		
30/06/2014		2" pvc		Sotik	3.5km		
30/06/2014	Rising man Kamureito	6" pvc		kamureito w/s	2.5km	fair	prone to burst
30/06/2014	Distribution network	4" pvc		chebole	7km	good	
30/06/2014		3" pvc		chebole	10.5km		
30/06/2014		2" pvc		chebole	appr. 10km		
30/06/2014	Raising main konoin	6" class E		Simoti	3km	Good	prone to burst
30/06/2014	..	12" DI & pvc class D		Saseta	2.5km	Good	
30/06/2014	Raw water rising main	14" UPVC			0.25km	Good	
30/06/2014	Distribution network	18"UPVC Class B		konoin	2.7KM	Good	
30/06/2014	Distribution network	16'		konoin	3.8KM	Good	
30/06/2014	Distribution network	14"		konoin	0.5KM	Good	
30/06/2014	Distribution network	12"		konoin	2.7KM	Good	
30/06/2014	Distribution network	10"		konoin	5.5KM	Good	

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

ASSETS REGISTER - LAB EQUIPMENTS							
DATE	DESCRIPTION	ASSET'S NO.	MODEL	SUPPLIER	SERIAL NO	LOCATION	CONDITION
30/06/2014	CONTROL PANEL	LVSWSB/KONOIN/LIT/PL/032	Spring scale balance		2no.	konoin	good
30/06/2014		LVSWSB/KONOIN/LIT/PL/033	Weighing scale		2no.		needs service
30/06/2014		LVSWS/KONOIN/LIT/PL/034					good
30/06/2014	LAB EQUIPMENT	LVSWSB/KONOIN/LIT/LAB/001	Lavibond comparator		1No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/002	Laviboard discs		4No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/003	Flasks		13No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/004	Jars		11No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/005	Stapped bottle		12No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/006	Bureti		5No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/007	Beakers 600ML		5No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/008	Flasks		2No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/009	G. funnel		4No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/010	Pipettes(all sizes)		66No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/011	Stapped funnel		1No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/012	..		1No.		good
30/06/2014		LVSWSB/KONOIN/LIT/LAB/013	Beakers 1000MLS		1No.		good
30/06/2014		LVSWSB/KON/LIT/LAB/014	Beakers 500MLS		1No.		good
30/06/2014		LVSWSB/KON/LIT/LAB/015	Test pipette		3No.		good
30/06/2014		LVSWSB/KON/LIT/LAB/016	Bod bottles		8No.		good
30/06/2014		LVSWSB/KON/LIT/LAB/017	Spattula		1No.		good
30/06/2014		LVSWSB/KON/LIT/LAB/018	Turbidity metre SSC big		1		good
30/06/2014		LVSWSB/KON/LIT/LAB/019	Services scatter natch		1		good
30/06/2014		LVSWS/KON/LIT/LAB/020	Fiber STW(15KG)				good
30/06/2014		LVSWS/KON/LIT/LAB/021	Burette 100ml		2no.		good
30/06/2014		LVSWS/KON/LIT/LAB/022	Burette 50ml		5no.		good

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

DATE	DESCRIPTION	ASSET/NO	MODEL	SUPPLIER	DATE OF ACQ	LOCATION	COND
30/6/2014	Stool	LVSWSB/BMT/FUR/01/035	Wooden	Locally made	5/1/2003	Lab	Good
30/6/2014	Ordinary chair with cushion	LVSWSB/BMT/FUR/01/036	Wooden	Locally made	5/1/2003	Lab	Good
30/6/2014	Drawing chair	LVSWSB/BMT/FUR/01/037	Steel	Ministry HQ	00/00/1992	Lab	Fair
30/6/2014	Office desk 3 drawers	LVSWSB/BMT/FUR/01/038	Wooden	Ministry HQ	7/1/2004	O&M Section	Fair
30/6/2014	Office table	LVSWSB/BMT/FUR/01/039	Wooden	Ministry HQ	7/1/2004	O&M Section	Fair
30/6/2014	Office table	LVSWSB/BMT/FUR/01/040	Wooden	Ministry HQ	7/1/2004	O&M Section	Fair
30/6/2014	Arm chair with soft seat	LVSWSB/BMT/FUR/01/041	Wooden	Ministry HQ	7/1/2004	O&M Section	Fair
30/6/2014	Ordinary chair	LVSWSB/BMT/FUR/01/042	Wooden	Locally made	2/18/1997	O&M Section	Fair
30/6/2014	Ordinary chair	LVSWSB/BMT/FUR/01/043	Wooden	Ministry HQ	7/1/2004	O&M Section	Fair
30/6/2014	Chair with cushion	LVSWSB/BMT/FUR/01/044	Wooden	Kirulex furniture	4/24/1997	O&M Section	Good
30/6/2014	Cabinet 4 drawers	LVSWSB/BMT/FUR/01/045	Steel	Ministry HQ	09/10/1992	O&M Section	Good
30/6/2014	Ordinary table	LVSWSB/BMT/FUR/01/047	Wooden	Locally made	2/18/1997	Personnel	Fair
30/6/2014	Cupboard	LVSWSB/BMT/FUR/01/048	Wooden	Locally made	2/18/1997	Personnel	Fair
30/6/2014	Cabinet 4 drawers	LVSWSB/BMT/FUR/01/049	Steel	Farmers stationers	8/10/2003	Personnel	Good
30/6/2014	Bookshelf	LVSWSB/BMT/FUR/01/050	Wooden	Ministry HQ	7/1/2004	Personnel	Good
30/6/2014	Office chair	LVSWSB/BMT/FUR/01/051	Wooden	Locally made	2/18/1997	Personnel	Fair
30/6/2014	Office table	LVSWSB/BMT/FUR/01/052	Wooden	Locally made	2/18/1997	Personnel	Good
30/6/2014	Office desk 3 drawers	LVSWSB/BMT/FUR/01/053	Wooden	Locally made	2/18/1997	Personnel	Good
30/6/2014	Bookdrawer	LVSWSB/BMT/FUR/01/054	Wooden	Locally made	2/18/1997	Personnel	Good
30/6/2014	Office chair with cushion	LVSWSB/BMT/FUR/01/055	Wooden	Kirulex furniture	4/24/1997	Personnel	Good
30/6/2014	Office chair with cushion	LVSWSB/BMT/FUR/01/067	Wooden	Ministry HQ	7/1/2004	Mechanical section	Fair
30/6/2014	Office desk 3 drawers	LVSWSB/BMT/FUR/01/068	Wooden	Kirulex furniture	6/12/1997	Mechanical section	Fair
30/6/2014	Office desk 3 drawers	LVSWSB/BMT/FUR/01/069	Wooden	Kirulex furniture	6/12/1997	Electrical section	Fair
30/6/2014	Ordinary chair	LVSWSB/BMT/FUR/01/070	Wooden	Locally made	2/18/1997	Electrical section	Fair
30/6/2014	Ordinary table	LVSWSB/BMT/FUR/01/071	Wooden	Kirulex furniture	4/24/2004	Customer care desk office	Good
30/6/2014	Office table	LVSWSB/BMT/FUR/01/073	Wooden	Ministry HQ	7/1/2004	Development section	Good
30/6/2014	Office desk 3 drawers	LVSWSB/BMT/FUR/01/074	Wooden	Kirulex furniture	6/12/1997	Development section	Good
30/6/2014	Cupboard	LVSWSB/BMT/FUR/01/075	Wooden	Locally made	2/18/1997	Development section	Good
30/6/2014	Arm chair with soft seat	LVSWSB/BMT/FUR/01/076	Wooden	Ministry HQ	7/1/2004	Development section	Fair

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

DATE	DESCRIPTION	ASSET/NO	MODEL	SUPPLIER	DATE OF ACQ	LOCATION	COND
30/6/2014	Drawing board	LVSWSB/BMT/FUR/01/077	Steel	Ministry HQ	7/1/2004	Development section	Good
30/6/2014	Drawing board	LVSWSB/BMT/FUR/01/078	Steel	Ministry HQ	00/00/1992	Development section	Good
30/6/2014	Drawing chair	LVSWSB/BMT/FUR/01/079	Steel	Ministry HQ	00/00/1992	Development section	Fair
30/6/2014	Arm chair	LVSWSB/BMT/FUR/01/081	Wooden	Ministry HQ	7/1/2004	Customer care	Fair
30/6/2014	Arm chair with soft seat	LVSWSB/BMT/FUR/01/087	Wooden	Ministry HQ	7/1/2004	Sigor division water office	Good
30/6/2014	Office desk	LVSWSB/BMT/FUR/01/088	Wooden	Ministry HQ	7/1/2004	Sigor division water office	Good
30/6/2014	Office desk	LVSWSB/BMT/FUR/01/089	Wooden	Locally made	-	Sigor division water office	Good
30/6/2014	Arm chair	LVSWSB/BMT/FUR/01/090	Wooden	Locally made	-	Sigor division water office	Good
30/6/2014	Arm chair	LVSWSB/BMT/FUR/01/091	Wooden	Locally made	-	Sigor division water office	Good
30/6/2014	Office table	LVSWSB/BMT/FUR/01/092	Wooden	Ministry HQ	7/1/2004	Chepalungu water supply	Good
30/6/2014	Office desk	LVSWSB/BMT/FUR/01/093	Wooden	Locally made	-	Chepalungu W/S	Fair
30/6/2014	Office chair with soft seat	LVSWSB/BMT/FUR/01/094	Wooden	Ministry HQ	7/1/2004	Chepalungu W/S	Fair
30/6/2014	Ordinary office chair	LVSWSB/BMT/FUR/01/095	Wooden	Ministry HQ	7/1/2004	Chepalungu W/S	Fair
30/6/2014	Office table	LVSWSB/BMT/FUR/01/096	Wooden	Ministry HQ	7/1/2004	Chepalungu W/S	Fair
30/6/2014	Office chair	LVSWSB/BMT/FUR/01/097	Wooden	Ministry HQ	7/1/2004	Longisa	Fair
30/6/2014	Office desk	LVSWSB/BMT/FUR/01/098	Wooden	Ministry HQ	7/1/2004	Longisa	Fair
30/6/2014	Computer chair	LVSWSB/BMT/FUR/01/100	Wooden	purchase	6/21/2007	BMT	Good
30/6/2014	Executive chairs	LVSWSB/BMT/FUR/01/101	Wooden	Office Patrol	6/21/2007	BMT	Good
30/6/2014	Filling cabinet	LVSWSB/BMT/FUR/01/102	Steel	Office Patrol	6/21/2007	BMT	Good
30/6/2014	Office chair	LVSWSB/BMT/FUR/01/103	Locally made			STK office	Good
30/6/2014	Office chair	LVSWSB/BMT/FUR/01/104	Locally made			STK office	Good
30/6/2014	Office table	LVSWSB/BMT/FUR/01/105	Wooden	Ministry HQ		STK office	Good
30/6/2014	In&Out tray	LVSWSB/BMT/FUR/01/106	Wooden	Ministry HQ		STK office	Good
30/6/2014	Office table	LVSWSB/BMT/FUR/01/107	Wooden	Ministry HQ		STK office	Good
30/6/2014	Computer chair	LVSWSB/BMT/FUR/01/108				STK office	Good
30/6/2014	Office table	LVSWSB/BMT/FUR/01/109				STK office	Good
30/6/2014	Office chair	LVSWSB/BMT/FUR/01/110	Wooden	Ministry HQ		STK office	Good
30/6/2014	Office chair	LVSWSB/BMT/FUR/01/111	Locally made			STK office	Good
30/6/2014	In & Out tray	LVSWSB/BMT/FUR/01/112		Ministry HQ		STK office	Good
30/6/2014	The cabinet	LVSWSB/BMT/FUR/01/113		Ministry HQ		STK office	Good
30/6/2014	The cabinet	LVSWSB/BMT/FUR/01/114		Ministry HQ		STK office	Good
30/6/2014	Shelve	LVSWSB/BMT/FUR/01/115		Ministry HQ		STK office	Good
30/6/2014	chair	LVSWSB/BMT/FUR/01/116				STK office	Good
30/6/2014	Table	LVSWSB/BMT/FUR/01/117				STK office	Good
30/6/2014	Table	LVSWSB/BMT/FUR/01/118				STK office	Good

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

ASSET REGISTER -BUILDINGS							
DATE	DESCRIPTION	ASSET/NO	MODEL	DATE	LOCATION	CAPA	COND
30/06/2014	pump house	LVSWSB/BMT/BLD/01/001	Masonry	1956	Bomet intake	5*4M	Fair
30/06/2014	pump house	LVSWSB/BMT/BLD/01/002	Masonry	1956	BometTreatment	5*8M	Fair
30/06/2014	Area manager office	LVSWSB/BMT/BLD/01/003	Masonry	1956	Bomet w/s	8*5M	Fair
30/06/2014	Water offices	LVSWSB/BMT/BLD/01/004	Masonry	1956	Bomet w/s	18*5m	Fair
30/06/2014	Laboratory	LVSWSB/BMT/BLD/01/005	Masonry	1956	Bomet w/s	9*5m	Fair
30/06/2014	UNI-HUT Staff houses	LVSWSB/BMT/BLD/01/006	Iron sheet		Bomet w/s	-	Fair
30/06/2014	Toilet	LVSWSB/BMT/BLD/01/007	Masonry	2000	Bomet w/s	-	Fair
30/06/2014	Toilet/Bathroom	LVSWSB/BMT/BLD/01/008	Masonry	1956	Bomet w/s	4*2m	Fair
30/06/2014	UNI-HUT Staff houses	LVSWSB/BMT/BLD/01/009	Iron sheet		Bomet w/s	-	Fair
30/06/2014	Main store	LVSWSB/BMT/BLD/01/010	Masonry	2000	Bomet w/s	-	Good
30/06/2014	UNI-HUT Chemical store	LVSWSB/BMT/BLD/01/011	Iron sheet		Bomet w/s	-	Fair
30/06/2014	UNI-HUT Chemical store	LVSWSB/BMT/BLD/01/012	Iron sheet		Bomet w/s	-	Fair
30/06/2014	Offices	LVSWSB/BMT/BLD/01/013	Timbered		Bomet w/s	13*5m	Fair
30/06/2014	UNI-HUT building store	LVSWSB/BMT/BLD/01/014	Iron sheet		Bomet w/s	-	Fair
30/06/2014	UNI-HUT Staff houses	LVSWSB/BMT/BLD/01/015	Iron sheet		Bomet w/s	-	Fair
30/06/2014	UNI-HUT Staff houses	LVSWSB/BMT/BLD/01/016	Iron sheet	1990	Bomet w/s	-	Fair
30/06/2014	pump house	LVSWSB/BMT/BLD/01/045	Masonry	1956	Bomet intakes	5*4M	Fair
30/06/2014	pump house	LVSWSB/BMT/BLD/01/046	Masonry	1956	Bomet treatment	5*8M	Fair
30/06/2014	Engineers office	LVSWSB/BMT/BLD/01/047	Masonry	1956	Bomet w/s	8*5M	Fair
30/06/2014	Water offices	LVSWSB/BMT/BLD/01/048	Masonry	1956	Bomet w/s	18*5m	Fair
30/06/2014	Laboratory	LVSWSB/BMT/BLD/01/049	Masonry	1956	Bomet w/s	9*5m	Fair

Bomet Water and Sanitation Company Limited
Annual Reports and Financial Statements
For the Year Ended June 30, 2024

DATE	DESCRIPTION	ASSET/NO	MODEL	DATE	LOCATION	CAPA	COND
30/06/2014	UNI-HUT Staff houses	LVSWSB/BMT/BLD/01/050	Iron sheet		Bomet w/s	-	Fair
30/06/2014	Toilet	LVSWSB/BMT/BLD/01/051	Masonry	1912	Bomet w/s	-	Fair
30/06/2014	Toilet/Bathroom	LVSWSB/BMT/BLD/01/052	Masonry	1868	Bomet w/s	4*2m	Fair
30/06/2014	UNI-HUT Staff houses	LVSWSB/BMT/BLD/01/017	Iron sheet	1990	Bomet w/s	-	Fair
30/06/2014	intake pump house	LVSWSB/BMT/BLD/01/020	Masonry	1997	Longisa intake	4*5m	Fair
30/06/2014	pump house	LVSWSB/BMT/BLD/01/021	Masonry	1978	Sigor w/s intake	8*5M	Fair
30/06/2014	Store	LVSWSB/BMT/BLD/01/022	Masonry	1978	Sigor w/s intake	Round	Good
30/06/2014	Staff quarters	LVSWSB/BMT/BLD/01/023	Masonry	1978	Sigor w/s intake	20*7m	Good
30/06/2014	Laboratory Store	LVSWSB/BMT/BLD/01/024	Masonry	1978	Sigor w/s intake	4*7m	Fair
30/06/2014	Main store	LVSWSB/BMT/BLD/01/025	Timber/Iron sheet	1978	Sigor	16*5m	Fair
30/06/2014	pump house	LVSWSB/BMT/BLD/01/036	Masonry	2004	Chepalungu intake	5*4m	Fair
30/06/2014	pump house	LVSWSB/BMT/BLD/01/037	Masonry	1978	Chepalungu highli	9*7m	Fair
30/06/2014	Unit hut (store)	LVSWSB/BMT/BLD/01/038	Masonry	1974	Chepalungu	Round	Fair
30/06/2014	Single staff quarters	LVSWSB/BMT/BLD/01/039	Masonry	1974	Chepalungu	14*4M	Fair
30/06/2014	Double staff quarters	LVSWSB/BMT/BLD/01/040	Masonry	1974	Chepalungu	28*4M	Fair
30/06/2014	Pump house	LVSWSB/BMT/BLD/01/041	Masonry	1998	Ndanai Dam	5*4M	Fair
30/06/2014	pump house	LVSWSB/BMT/BLD/01/042	Masonry	1998	Ndanai Dam	3*3M	Fair
30/06/2014	chmical store	LVSWSB/KON/01/42	Masonry		Itare		good
30/06/2014	laboratory	LVSWSB/KON/01/43	Masonry		Itare		good
30/06/2014	staff quarters	LVSWSB/konoin/01/44-51	Masonry		Itare		good
..	Water office	LVSWSB/konoin/01/52	Masonry		Mogogosiek		good
..	pump house	LVSWSB/konoin/01/53	Masonry		Itare		good
..	Water office	LVSWSB/stk/01/54	Masonry		Sotik		good
..	Treatment works	LVSWSB/stk/01/55	Masonry		Sotik		good
..	Staff quarters (4no.)	LVSWSB/stk/01/56	Masonry		Sotik		good
..	chmical store/Lab	LVSWSB/stk/01/57	Masonry		Sotik		good
..	pump house	LVSWSB/stk/01/58	Masonry		Sotik		good