

REPUBLIC OF KENYA



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REPORT

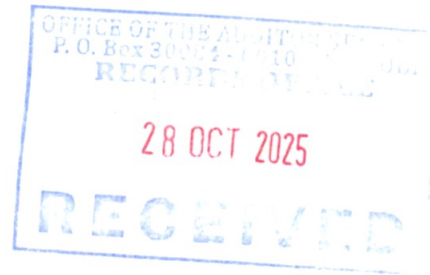
THE AUDITOR-GENERAL

ON

**HORN OF AFRICA GROUNDWATER FOR
RESILIENCE PROJECT - KENYA CREDIT NO.
7082 – KE**

**FOR THE YEAR ENDED
30 JUNE, 2025**

WATER SECTOR TRUST FUND



**PROJECT NAME: HORN OF AFRICA GROUNDWATER FOR
RESILIENCE PROJECT- KENYA**

IMPLEMENTING ENTITY: WATER SECTOR TRUST FUND

PROJECT LOAN/CREDIT NUMBER: 7082-KE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2025

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

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1. Acronyms and Definition of Terms

CBK	Central Bank of Kenya
Comparative FY	Financial year preceding the current financial year.
DCP	Drought Contingency Plan
ESMF	Environmental and Social Management Framework
EUR	Euros
FY	Financial Year
HoAGW4RP	Horn of Africa Groundwater for Resilience Project
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
KShs	Kenya Shillings
MoWSI	Ministry of Water Sanitation and Irrigation
NT	National Treasury
O&M	Operation and Maintenance
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
SPIU	Sub-Project Implementation Unit
WB	World Bank

2. Project Information and Overall Performance

2.1 Name and registered office

Name

The project's official name is Horn of Africa Groundwater for Resilience Project

Objective

The key objective of the project is to increase the sustainable access and management of groundwater in the Horn of Africa borderlands.

Address

The project headquarters offices are in Nairobi, Nairobi County, Kenya.

The address of its registered office is

CIC Plaza First Floor,
Mara Road, Upper Hill,
P.O. Box 49699 - 00100
Nairobi, Kenya.

Contacts: The following are the project contacts

Water Sector Trust Fund
Email: Info@waterfund.go.ke
Tel. 0202720696/7
www.waterfund.go.ke

Project information and overall performance (continued)

2.2 Project Information

Project Start Date:	01 st September, 2022
Project End Date:	31 st December 2028
Project Coordinator:	Mr. Wesley Chelule
Project Development Partner:	The World Bank

2.3 Project Overview

Line Ministry or State departments/ County Department	Ministry of Water, Sanitation and Irrigation; State Department of Water and Sanitation
Project number	7082-KE
Strategic goals of the project	Delivering inclusive groundwater services to priority areas & Generating groundwater information and strengthening regional and national groundwater institutions
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Rehabilitation and drilling of 400 boreholes (ii) strengthening of operation and maintenance of Rural Water Supply Scheme.
Other important background information of the project	The programme has 4 components which includes: (i) Delivering inclusive groundwater services to priority areas (ii) Generating groundwater information and strengthening regional and national groundwater institutions (iii) Project Management component (iv) Emergency contingency response component
Areas that the project was formed to intervene	The project was formed to intervene in the following problems/gaps: (i) Entrenching professional operation and maintenance of rural water supply schemes (ii) Ensuring sustainable water supply to the beneficiaries through resilient infrastructure developed.
Project duration	6 Years

Project Information and Overall Performance (Continued)

2.4 Bankers

The following are the bankers for the project:

- (i) Central Bank of Kenya
P.O Box 60000 – 00200,
Nairobi, Kenya
- (ii) KCB Bank Kenya
P.O. Box 48400 - 00100
Nairobi, Kenya

2.5 Independent Auditor

Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 001000
Nairobi, Kenya

2.6 Roles and Responsibilities

No	Names	Title designation	Key qualification	Responsibilities
1	Samwel Gitau	General Manager, Corporate Services	<ul style="list-style-type: none"> • Masters in Business Administration, • Bachelor of Commerce (Accounting), • Certified Public Accountant CPA (K) 	Review and approval of financial statements
2	Wesley Chelule	Project Coordinator	BSc Water and Environmental Engineering	Project Coordinator
3	Paniel Nyaga	Manager Supply Chain Management	Post Graduate Diploma – Purchasing and Supplies MSc Procurement and Logistics	Support Project Procurement Processes

Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025

No	Names	Title designation	Key qualification	Responsibilities
			Bachelor of Commerce - Marketing	
4	Mathew Karanja	Principal Accountant	Masters in Project Planning and Management Certified Public Accountant (CPA - K) Bachelor of Commerce, Finance	Preparation of project financial statements and reporting.

2.7 Funding summary

The Project is for a duration of 6 years from 2022 to 2028 with an approved budget of EUR 64,906,760 equivalent to Kshs 9,736,000,000 as highlighted in the table below:

Project information and overall performance (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Development Partner Commitment		Amount received to date – (30 th June 2025)		Undrawn balance to date	
	Development Partner currency (EUR)	Kshs	Development Partner currency (EUR)	Kshs	Development Partner currency (EUR)	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A') - (B')
(i) Loan						
World Bank	64,906,760	9,736,000,000	11,861,959	1,642,732,368	53,044,801	8,093,267,632
Total	64,906,760	9,736,000,000	11,861,959	1,642,732,368	53,044,801	8,093,267,632

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2025)		Cumulative amount paid to date – (30 th June 2025)		Unutilised balance to date (30 th June 2025)	
	Development Partner currency	Kshs	Development Partner currency	Kshs	Development Partner currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Loan						
World Bank	11,861,964	1,642,732,368	4,290,358	634,074,053	7,571,606	1,008,658,315
Total	11,861,964	1,642,732,368	4,290,358	634,074,053	7,571,606	1,008,658,315

Project information and overall performance (continued)

2.8 Summary of Overall Project Performance:

i) Budget performance against actual amounts for the current year and for cumulative to-date.
The project had a budgetary allocation of Kshs 555.4 million in the financial year 2024/25. In the period, the project expended Kshs 416.8 million representing an absorption rate of approximately 75% attributed to conclusion of procurement of goods and consultancies as well as the delivery of the outputs as anticipated in the respective terms of contracts. Cumulatively, the project has expended Ksh 633 Million accounting for 55% absorption against the budget for the past two periods. However, it was anticipated that works will commence in the last quarter of the financial year. This was however not realized.

ii) Physical progress based on outputs and outcomes since project commencement.
There has been series of activities aimed at achieving the project development goal. One key output is completion in design of 20 water supply schemes and commencement of procurement process. These are in the counties of Turkana and Marsabit. The estimated cost of these projects is Ksh 1.365 billion. In addition, preparation of 27 schemes for Wajir and Mandera were concluded and are due for implementation. There is a notable progress registered in the development of Drought Contingency Plans (DCPs) for counties as well as Institutional Support for Operation and Maintenance studies in the five counties.

Procurement and delivery of goods were concluded in the period under review. These are motor vehicles and furniture for the benefitting counties and WaterFund.

iii) Implementation challenges and recommend the next steps.

Challenges:

- a) Low or poor groundwater potential is some parts of the counties resulting in skewed distribution of schemes.
- b) Poor water quality proves to be a challenge and affected distribution of sites equitably in all the counties.
- c) The aquifer studies are limited to the areas where eight aquifers have been mapped. This leaves out a considerable area without reliable data for siting of new boreholes.

Recommendations

- a) The selection of batch 2 sites to emphasize on areas that did not benefit in batch 1.
- b) Modern solutions of water treatment to be considered. This includes reverse osmosis among others. This should come with proper operation and maintenance plan to ensure sustainability.
- c) Use of existing and documented studies coupled with use of modern equipment and technologies to be deployed in siting of new boreholes.

2.9 Summary of Project Compliance:

The project is in compliance with the financing agreement, country laws and regulations. There were no instances of non-compliance during the period.

3. Statement of Performance against Project’s Predetermined Objectives

Introduction

The key development objectives of the project’s agreement/ plan are to increase the sustainable access and management of groundwater in the Horn of Africa borderlands. This will be achieved through delivering inclusive groundwater services to priority areas & generating groundwater information and strengthening regional and national groundwater institutions.

Progress on the attainment of strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement as follows:

Project	Objective	Outcome	Indicator	Performance
The Horn of Africa Groundwater for Resilience Project	to increase the sustainable access and management of groundwater in the Horn of Africa borderlands	Sustainable access and management of groundwater.	Number of people having access to water services	In FY 2024/2025 we managed to design 47 water supply schemes for rehabilitation.

During FY2024/2025, significant progress was made towards realization of the outcome envisaged. Design of water supply schemes for rehabilitation were concluded in the four counties of Turkana, Marsabit, Wajir and Mandera. These are 9No. in Turkana, 11No. in Marsabit, 17No. in Wajir and 10No. in Mandera County.

The above numbers were arrived at after applying the selection criteria and later test pumping. Initially, each county presented 30 sites for consideration (totalling to 120), but due to the water quality and quantity, the numbers reduced to 47 in the four counties. The sites that had low yield were put on hold to allow for hydrogeological studies to be conducted during the design of batch 2 sites. In general, batch 2 will have a considerable number of new sites to be drilled to augment the supply.

This progress marks a critical step forward in ensuring that the rehabilitation and upgrading activities can commence in good time, aligning with the project's objectives to enhance groundwater-based rural water supply infrastructure in the targeted counties.

In undertaking these activities, some of the challenges and opportunities were encountered as indicated in the table below.

<i>No.</i>	<i>Key Issues</i>	<i>Adaptive measures</i>
i)	Low or poor groundwater potential is some parts of the counties resulting in skewed distribution of schemes.	The selection of batch 2 sites to emphasize on areas that did not benefit in batch 1.
ii)	Poor water quality proves to be a challenge and affected distribution of sites equitably in all the counties.	Modern solutions of water treatment to be considered. This includes reverse osmosis among others. This should come with proper operation and maintenance plan to ensure sustainability.
iii)	The aquifer studies are limited to the areas where eight aquifers have been mapped. This leaves out a considerable area without reliable data for siting of new boreholes.	Use of existing and documented studies coupled with use of modern equipment and technologies to be deployed in siting of new boreholes.

4. Environmental and Sustainability Reporting

The Horn of Africa Groundwater for Resilience Project is a World Bank funded Regional Program with the development objective to increase sustainable access and management of groundwater as a key contribution to strengthening the climate resilience of targeted communities. Three countries namely, the Federal Democratic Republic of Ethiopia, the Republic of Kenya, and the Federal Republic of Somalia, as well as the Intergovernmental Authority on Development (IGAD), are included in phase I of this Program that is being implemented through a Multiphase Programmatic Approach (MPA). The Horn of Africa Groundwater for Resilience Project (HoAGW4RP) in Kenya is being implemented in accordance with the World Bank Environmental and Social Standards (ESSs) which set out the requirements that apply to Borrowers in this case the Government of Kenya through the Ministry of Water Sanitation and Irrigation (MoWSI) and the relevant implementing Agencies including WaterFund. Through the standards the MoWSI has been able to undertake the following regarding environmental and social sustainability

- Developed Environmental and Social Management Framework (ESMF) for the project and formally demonstrate commitment to the implementation of the ESMF through Environmental and Social Commitment Plan (ESCP).
- The ESMF plans and procedures have been developed and they are being implemented they include Stakeholder Engagement Plan (SEP), Sexual Abuse and Harassment Prevention Action Plan, and Labour Management Procedures (LMP) among others
- Relevant project stakeholders have been identified and the consultations are ongoing these stakeholders include relevant Government Agencies, relevant County Governments departments, Communities.
- So far , Environmental and Social Screening has been completed for 128 borehole sites. This being a continuous process the environmental and social screening for the additional sites will further be undertaken.

4.1 Sustainability strategy and profile

In ensuring sustainability in operation of the developed water and sanitation infrastructure, financial and economic analysis are an integral part of the design with key projections on operation and maintenance. Systems running optimally on low energy as well as use of renewable energy were considered at design stage that will lower the operation costs and to minimize non-revenue water losses. Due to the current climate change challenge globally, mainstreaming of green technologies such as solar energy in the rural water supply schemes were considered. On completion of construction (rehabilitation and drilling of the boreholes) suitable operation and maintenance models which are currently under development as part of institutional developments will be adopted to enhance their sustainability through professional operation and maintenance.

4.2 Environmental performance

Implementation of the project activities strictly follows the provisions of the developed Environmental and Social Management Framework (ESMF) and Resettlement Policy Framework (RPF). Environmental and social safeguards are being implemented in accordance with the World Bank regulations and the Kenyan law. Environmental licenses (for infrastructural activities requiring the Environmental Impact Assessments) are delivered by the National Environment Management Authority (NEMA) in due time prior to implementation of works. It is key to note

that the project has a specific environmental and social safeguards team that supports in training of the agencies project implementation units on these aspects.

4.3 Employee Welfare

Assessment of the implementing agencies, both at National and the Counties have been done and training needs incorporated in the annual work plans. Further, the project has a training component that is being implemented throughout the project live to ensure improved skills and professionalism of the project officers. This will go a long way in efficient delivery of the project components. On hiring of project officers, gender balance has been observed ensuring that both genders are brought onboard to support in the delivery of the project objectives. During implementation the contractors are complying with Occupational Safety and Health Act to ensure safety of the workers.

4.4 Market place practices

The project strictly follows the World Banks procurement guidelines coupled with the provisions of Procurement and Disposal Act 2015 that promotes competitive bidding process. The procurement processes are shared on an online portal with the Bank. All completed procurements have signed contracts between parties highlighting milestones and conditionalities that will be adhered during implementation.

The WaterFund as an agency has an integrity officer, hotlines and even a complaints box as efforts to support whistleblowing of any malpractices on the project. The project has made efforts to sensitise the political class on the HoAGW4RP deliverables, especially the benefitting county governments during the project World Bank Missions and stakeholder public consultations on the selected sites.

Further, the HoAGW4RP developed a *Code of Conduct* to mitigate Gender Based Violence – Sexual Exploitation Abuse Harassment (GBV-SEAH) risks during project implementation. The code of conduct is to be signed by all parties engaged on the project. In addition, the project also has a Grievance Redress Mechanism where all grievances on the project are reported.

4.5 Community engagements

During project planning, the communities were engaged through public consultations on selected sites and the expected project deliverables during and even after implementation.

This has further been compounded by the community engagements during environmental & social eligibility site screenings by the project teams of the selected sites.

The project entails community participation for a more inclusive engagement in order to incorporate their comments during planning and design of the projects. The communities are also engaged in carrying out unskilled labour works that improves their economic wellbeing.

Community involvement before and during implementation goes a long way in ensuring community ownership of the project after the exit of the development partner.

5. Statement of Project Management Responsibilities

The Chief Executive Officer of Water Sector Trust Fund and the Project Coordinator are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for the financial year ended on June 30, 2025.

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 project,
- (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud,
- (iv) safeguarding the assets of the project,
- (v) Selecting and applying appropriate accounting policies and
- (vi) Making accounting estimates that are reasonable in the circumstances.

The Chief Executive Officer of Water Sector Trust Fund and the Project Coordinator accept responsibility for the Project's financial statements, which have been prepared on the accrual basis method of financial reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Chief Executive Officer of Water Sector Trust Fund and the Project Coordinator are of the opinion that the Project's financial statements give a true and fair view of the state of the Project's transactions during the financial year ended June 30, 2025, and of the Project's financial position as at that date. The Chief Executive Officer of Water Sector Trust Fund and the Project Coordinator further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements and the adequacy of the systems of internal financial control.

Chief Executive Officer of Water Sector Trust Fund and the Project Coordinator confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants and that Project funds received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025

Approval of the Project Financial Statements

The Project financial statements were approved by the Chief Executive Officer of Water Sector Trust Fund and the Project Coordinator on 27th October 2025 and signed by:



.....
Willis Ombai
Chief Executive Officer



.....
Wesley Chelule
Project Coordinator

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON HORN OF AFRICA GROUNDWATER FOR RESILIENCE PROJECT - KENYA CREDIT NO. 7082 - KE FOR THE YEAR ENDED 30 JUNE, 2025 - WATER SECTOR TRUST FUND

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.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Horn of Africa Groundwater for Resilience Project-Kenya CREDIT No. 7082 KE – Water Sector Trust Fund set out on Page 1 to 39 which comprise of the statement of financial position as at

30 June, 2025 and the statement of financial performance, , statement of net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Horn of Africa Groundwater for Resilience Project- IDA Credit No.7082KE and Project ID 174867 as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with Public Finance Management Act, 2012 and the Financing Agreement No.7082 - KE dated 01 September, 2022 between the Republic of Kenya and the International Development Association (IDA).

In addition, the special accounts statements present fairly, transactions for the year, and the closing balance have been reconciled with the books of account.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Horn of Africa Groundwater for Resilience Project - Kenya CREDIT No.7082 KE - Water Sector Trust Fund Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter

1. Undisclosed Special Deposit Account Balance

The Project's special deposit account maintained at the Central Bank of Kenya reflects a closing account balance of Kshs.844,889,847 (EUR 5,595,297). However, the Project did not disclose this balance in the financial statements as at 30 June, 2025 contrary to the requirement of International Public Sector Accounting Standard (IPSAS) No.23 – revenue from non-exchange transactions. In addition, amount withdrawn and expenditure not claimed totaled EUR 3,674,746 (Kshs.554,886,646) at Designated Account No.1000622997 held with the Central Bank of Kenya as at 30 June, 2025.

Delays in the submission of expenditure returns distorts the reported Projects expenditures for the year.

2. Delay in the Project Implementation

The Republic of Kenya, through the National Treasury, entered into a financing agreement with the International Development Association (IDA) on 1 September, 2022. The agreement was to become effective ninety (90) days later, on 31 December, 2022. However, as of the audit conducted in September, 2025, it was observed that no boreholes had been rehabilitated, despite funds being allocated and expenditures incurred for activities planned during the year under review.

In the circumstances, project implementation was significantly delayed, and intended beneficiaries may not have accessed the expected services within the planned period.

My opinion is not modified in respect of these matters.

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 for 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 Issues

Review of the prior year report of the Auditor General (23/24) revealed that the management had not resolved the issue on Lack of internal audit 3-year strategic plan. This contravened the requirements of The National Treasury circular No. NT/IAG/GEN/252(12) on Head of public service directive in regards to zero fault audit which directed the Ministries, departments and agencies to ensure that they close all the issues raised by the auditor General for the previous financial year as detailed below:

1. Unsupported Fuel Expenses
2. Unapproved Expenditure on Consultancy Services
3. Unsupported Payments for Project Pre-inception Activities
4. Budgetary Controls and Performance
5. Lack of Internal Audit Strategic Plan
6. Failure to Tag Assets

Other Information

The Management is responsible for the Other Information set out on page iii to xv which comprise of Project Information and Overall Performance, Statement of performance against project's predetermined objectives, Environmental and Sustainability Reporting and Statement of Project Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Project'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 effects 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. Ineligible Expenses on Cleaning Services

The statement of financial performance reflects Kshs.241,989,111 and as disclosed in Note 8 in respect to use of goods and services which includes Kshs.1,408,611 in respect to general office supplies out of which Kshs.549,840 was paid for the supply of cleaning, preparation, and serving of beverages at the water fund offices. The expenditure is not related wholly to the project hence ineligible expenses as per the Financing Agreement.

In the circumstance, the value for money and regularity of the expenditure could not be confirmed.

3. Non-Remittance of Public Procurement Capacity Building Levy

Examination of procurement documents revealed that the project procured goods and services totaling Kshs.29,107,068. However, the Management did not collect the levy at the rate of 0.03% of the contract sum translate to Kshs.8,732 contrary to the Public Procurement Capacity Building Levy Order, 2023, followed by PPRA Circular No. PPRA/6/5 VOL.II (224).

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, 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

1. Failure to Conduct Budgetary Performance Evaluation

Management did not provide any evidence to show that the Internal Audit Department reviewed and carried out the evaluation of the budgetary performance, financial management, transparency and accountability mechanisms and processes as required in law. This contrary to Section 160(1)(a)(b) of the Public Finance Management (National Government) Regulations, 2015 which states that Internal auditors shall review and evaluate budgetary performance, financial management, transparency and accountability mechanisms and processes in national government entities, including Parliament and Judiciary; have a duty to give reasonable assurance through the audit committee on the state of risk management, control and governance within the organization; and review the effectiveness of the financial and non-financial performance management systems of the entities.

2. Lack of Internal Audit Three-Year Strategic Plan.

During the year under review, examination of internal audit documents submitted for audit revealed that despite the function preparing internal audit and risk assurance annual workplan, it does not have a three-year strategic plan on which to anchor its detailed audit planning and to set priorities, focus energy and resources, strengthen operations, ensure that employees and other stakeholders are working towards common goals. Establish agreement around intended outcomes and assess and adjust the organization's direction in response to a changing audit environment. The absence of a three-year strategic plan is therefore contrary to the requirements of regulation 170 of the Public Finance Management Regulations 2015 which requires Internal audit planning carried out on the basis of risk assessment and shall be set out in a three-year strategic plan, on the basis of which an annual internal audit unit plan shall be developed.

In addition, the internal and Risk Assurance function lacks comprehensive risk register to guide risk-based planning and monitoring of emerging issues. Lack of the risk register hinders the ability of management to link audit activities to key risk exposures in order to implement appropriate mitigation strategies,

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit

evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Conclusion

As required by Financing Agreement Credit Number 7082 - KE and 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. Adequate accounting records have been kept by the Program, so far as appears from the examination of those records; and,
- iii. The Program's financial statements are in agreement with the accounting records and returns.

Responsibilities of the Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the *Project'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.

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


Auditor-General's Responsibilities for the Audit

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 of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1) (a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

19 November, 2025

Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025

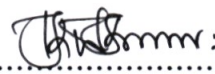
7. Statement of Financial Performance for the Year Ended 30th June 2025.

	Notes	2024/25
		Kshs
Revenue		
Revenue Transfers	6	319,577,240
Miscellaneous Revenue	7	30,043,707
Total revenue		349,620,947
Expenses		
Use of goods and services	8	241,989,111
Depreciation and Amortization expense	9	8,897,634
Sub-Project Implementation Units expenditure	10	103,368,383
Withholding Tax on Interest Earned	11	5,301,831
Total expenses		359,556,958
Deficit for the year		(9,936,011)

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



Willis Ombai
 Chief Executive Officer



Wesley Chelule
 Project Coordinator



Samwel Gitau
 General Manager,
 Corporate Services
 ICPAK Member No: 2868

Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025

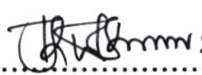
8. Statement of Financial Position as at 30th June 2025

	Note	2024/2025	1 st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents	12	77,715,216	226,343,809
Receivables from SPIUs	13	72,463,818	61,832,201
Total Current Assets		150,179,034	288,176,010
Non-Current Assets			
Property, Plant and Equipment	14 (a)	152,275,416	13,200,515
Intangible assets	14 (b)	3,452,917	-
Total Non- Current Assets		155,728,333	13,200,515
Total Assets (a)		305,907,367	301,376,525
Liabilities			
Current Liabilities			
Trade and Other Payables	15	21,606,253	7,139,399
Total Current Liabilities		21,606,253	7,139,399
Total Liabilities (b)		21,606,253	7,139,399
Net Assets (a-b)		284,301,114	294,237,126
Represented By:			
Accumulated Surplus		284,301,114	294,237,126
Total Net Assets		284,301,114	294,237,126

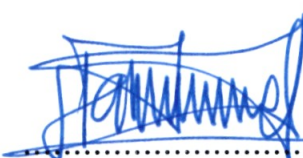
The financial statements were approved on 29th October 2025 and signed by:



Willis Ombai
 Chief Executive Officer



Wesley Chelule
 Project Coordinator



Samwel Gitau
 General Manager, Corporate
 Services
 ICPAK Member No: 2868

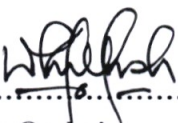
Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025

9. Statement of Changes in Net Assets


Description	Accumulated Surplus
	Kshs
As at 30th June 2024 (Cash Basis)	226,343,809
Adjustments:	
Asset Recognition	13,200,515
Project receivables	61,832,201
Liabilities recognition	(7,139,399)
As at 1st July 2024	294,237,126
Surplus/(Deficit) for the year	(9,936,011)
As at 30th June 2025	284,301,114

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

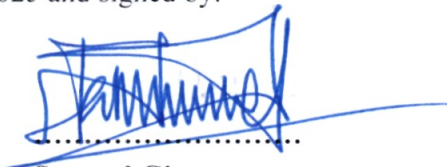
The financial statements were approved on 27th October 2025 and signed by:



Willis Ombai
 Chief Executive Officer



Wesley Chelule
 Project Coordinator



Samwel Gitau
 General Manager,
 Corporate Services
 ICPAK Member No: 2868

Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025

10. Statement of Cashflow for the year ended 30th June 2025

Description	Note	2024/25
		Kshs
Cashflow from operating activities		
Receipts		
Revenue Transfers	6	319,577,240
Miscellaneous Revenue	7	30,043,707
Total receipts		349,620,947
Payments		
Use of goods and services	8	241,989,111
Sub-Project Implementation Units expenditure	10	103,368,383
Withholding Tax on Interest Earned HOA	11	5,301,831
Total payments		350,659,324
Deficit from operating activities		(1,038,378)
Increase in receivables	13	(10,631,617)
Increase in payables	15	14,466,854
Net cash flow from operating activities	16	2,796,859
Cashflow from investing activities		
Acquisition of non-financial assets	14	(151,548,162)
Adjustment in assets	14 (a)	122,711
Net cash flows from investing activities		(151,425,451)
Net increase/Decrease in cash and cash equivalents		(148,628,592)
Cash and cash equivalent at 1st July 2024		226,343,808
Cash and cash equivalent at end June 2025	12	77,715,216

11. Statement of Comparison of Budget and Actual Amounts for the Year ended 30th June 2025

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Budget Carry Overs from previous periods	226,300,000	-	226,300,000	226,300,000	-	100%
Receipts						
Revenue Transfers	1,150,000,000	(1,006,000,000)	144,000,000	319,577,240	(175,577,240)	222%
Miscellaneous Revenue	30,000,000	-	30,000,000	30,043,707	(43,707)	100%
Total Revenue	1,406,300,000	(1,006,000,000)	400,300,000	575,920,947	(175,620,947)	144%
Payments						
Use of goods and services	1,248,300,000	(966,500,000)	281,800,000	241,989,111	39,810,889	86%
Depreciation	-	-	-	8,897,634	(8,897,634)	100%
Sub-Project Implementation Units expenditure	153,500,000	(39,500,000)	114,000,000	103,368,383	10,631,617	91%
Withholding Tax on Interest Earned HOA	4,500,000	-	4,500,000	5,301,831	(801,831)	118%
Total Payments	1,406,300,000	(1,006,000,000)	400,300,000	359,556,959	40,743,041	90%
Surplus	-	-	-	216,363,988	(216,363,988)	

Budget notes

1. Budget utilization of 222% of the revenue transfer is attributable to the budget reduction from Ksh 1,150,000,000 to Ksh 144,000,000 as per supplementary budget III. The amount requested and received from the World Bank were as per the printed estimates
2. The utilization of 90% of the Sub-Project Implementation Units expenditure is attributable to delay in the implementation of the project preparatory activities by the SPIUs
3. The overutilization of 118% on withholding tax on interest income is attributable to receiving of interest income above the budgeted amount of Kshs 4,500,000.

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	216,363,988
1	This is attributable to acquisition of project assets during the period which have been capitalised.	(151,548,162)
2	This relates to the net disbursement movement to the SPIUs during the period	3,957,948
3	Depreciation charge	8,897,634
	Closing Cash and Cash Equivalent as per the statement of Cash flows	77,671,408

12. Notes to the Financial Statements

1. General Information

Water Sector Trust Fund is established by and derives its authority and accountability from Water Act. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is to provide conditional and unconditional grants to the Counties and to assist in financing the development of and management of water and sanitation services in the marginalised and underserved areas.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with the Public Finance Management Act, 2012 and with the International Public Sector Accounting Standards (IPSAS). The entity has fully adopted IPSAS accrual basis of accounting.

These financial statements were authorized for issue by the accounting officer on 21 August 2025

3. Adoption of New and Revised Standards

i) *New and amended standards and interpretations in issue effective in the year ended 30 June 2025.*

Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p>There was no impact of the standard to the Entity</p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>

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Standard	Effective date and impact:
	There was no impact of the standard to the Entity
IPSAS 45- Property Plant and Equipment	<p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p>There was no impact of the standard to the Entity</p>
IPSAS 46 Measurement	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ol style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS; iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p>There was no impact of the standard to the Entity</p>

ii) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025

Standard	Effective date and impact:
IPSAS 47- Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p>

Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
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Standard	Effective date and impact:
	There was no impact of the standard to the Entity
IPSAS 48- Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p>There was no impact of the standard to the Entity</p>
IPSAS 49- Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p>There was no impact of the standard to the Entity</p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <p>There was no impact of the standard to the Entity</p>

iii) Early adoption of standards

The Entity did not early – adopt any new or amended standards in the financial year.

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that have been acquired using such funds.

ii) Revenue from exchange transactions

Interest income

Interest income relates interest earned on the bank balances on a monthly basis. The amount is recognised upon receipt.

b) Budget information

The original budget for FY 2024/2025 was approved by the Board on 24 September 2024. 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 entity upon receiving the respective approvals to conclude the final budget. Accordingly, the entity recorded reduced appropriations of KShs 1,006,000,000 on the FY 2024/2025 budget following revision of the budgets between the printed estimates and supplementary III. The entity's 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 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. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page 1 under section 7 of these financial statements.

c) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition or construction of the item of property appropriately according to the acronyms you use in your financial statements plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus, or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

Notes to the financial statements

d) Leases

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to the Entity. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The Entity also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Entity will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

e) Intangible assets

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite. Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

f) Research and development costs

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

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

Following initial recognition of an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete, and the asset is available for use. It is amortized over the period of expected future benefit. During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

Notes to the financial statements

g) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. WaterFund does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Financial assets

Classification

The entity classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity, or fair value through surplus and deficit on the basis of both the entity's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made an irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Notes to the financial statements

Fair value through net assets/ equity

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Trade and other receivables

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables 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.

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL).

Financial liabilities

Classification

The entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

h) Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

- Raw materials: purchase cost using the weighted average cost method.
- Finished goods and work in progress: cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Notes to the financial statements

Inventories (Continued)

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of WaterFund.

i) Provisions

Provisions are recognized when Water Sector Trust Fund has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where Water Sector Trust Fund expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

Contingent liabilities

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

Contingent assets

Water Sector Trust Fund does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of Water Sector Trust Fund in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

j) Nature and purpose of reserves

Water Sector Trust Fund creates and maintains reserves in terms of specific requirements.

k) Changes in accounting policies and estimates

Water Sector Trust Fund recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

Notes to the financial statements

l) Employee benefits

Retirement benefit plans

Water Sector Trust Fund provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

m) Foreign currency transactions

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. At each reporting date, foreign currency monetary items are translated using the closing rate. Non-monetary items measured in historical cost are translated using the exchange rate at the date of the transaction, and those measured at fair value are translated using the exchange rates at the date when the fair value was determined. Exchange differences arising from the settlement of monetary items or translation of monetary/non-monetary items at rates different from those at which they were initially reported are recognized in surplus or deficit in the period.

n) Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

o) Related parties

Water Sector Trust Fund regards a related party as a person or an entity with the ability to exert control individually or jointly or to exercise significant influence over the Entity, or vice versa. Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

Notes to the financial statements

p) Service concession arrangements

The *Entity* 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 *Entity* 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 *Entity* also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

q) Cash and cash equivalents

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

r) 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, 2025.

Notes to the financial statements

5. Significant Judgments and Sources of Estimation Uncertainty

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

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 Entity based its assumptions and estimates on parameters available when the consolidated 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 Entity. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

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 WaterFund.
- 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 asset.
- Changes in the market in relation to the asset

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. There were no provisions made in the period.

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Notes to the financial statements

6. Revenue Transfers

Description	2024/25
	KShs
Unconditional Transfers	
Transfers from World Bank	319,577,240
Total Unconditional Transfers	319,577,240
Total Transfers for the Year	319,577,240

a) Details to Revenue Transfers

Water Sector Trust Fund	Amount recognized to Statement of Financial performance	Amount deferred under deferred income.	Amount moved to Capital fund	Total transfers (Current FY)
	Kshs	Kshs	Kshs	Kshs
GOK Funding	-	-	-	-
World Bank	319,577,240	-	-	319,577,240
Subtotal	319,577,240	-	-	319,577,240
Deferred Income realized	-	-	-	-
Total	319,577,240	-	-	319,577,240

7. Miscellaneous revenue

Description	FY 2024/25
	Kshs
Interest Income	30,043,707
Total	30,043,707

8. Use of Goods and Services

Description	FY 2024/25
	Kshs
Bank charges	98,948
Domestic travel and subsistence	27,908,534
Publicity and workshops	34,293,678
Fuel and lubricants	916,812
General office supplies	1,408,611
Stationery, Printing, advertising, and information supplies	1,708,237
Office rent	12,004,087
Capacity Building - Counties	5,092,466
Capacity Building - WSTF	1,701,030
Insurance costs	20,897
Individual Consultants	156,747,715
Routine maintenance – vehicles and other transport equipment	88,096
Total	241,989,111

Notes to the financial statements

9. Depreciation and Amortization expense

Description	FY 2024/25
	Kshs
Property, Plant and Equipment	8,897,634
Intangible Assets	-
Total	8,897,634

10. Sub-Project Implementation Units expenditure

Description	FY 2024/25
	Kshs
Mandera SPIU	13,660,987
Garissa SPIU	19,544,030
Turkana SPIU	20,475,490
Marsabit SPIU	28,050,000
Wajir SPIU	21,637,876
Total	103,368,383

11. Withholding Tax on Interest Earned

The payment of 5,301,831 relates to payment of 15% final tax to Kenya Revenue Authority on the miscellaneous revenue of interest income earned of Kshs 30,043,707.

12. Cash and Cash Equivalents

Description	2024/25	1 st July 2024
	Kshs	Kshs
Cash in Bank	77,715,216	226,343,808
Cash on hand	-	-
Total Cash and Cash Equivalents	77,715,216	226,343,809

Project Bank Accounts

Details	2024/25	1 st July 2024
	Kshs	Kshs
Local Currency Accounts		
Kenya Commercial Bank [A/c No. 1321065205]	77,715,216	226,343,808
Total bank account balances	77,715,216	226,343,808

13. Receivables

Description	2024/25	1 st July 2024
	Kshs	Kshs
Project receivables from SPIUs	72,463,818	61,832,201
Total Receivables	72,463,818	61,832,201

- Project receivables from SPIUs relate to funds advances to the SPIUs for the implementation of project preparatory activities that had not been utilised.

Ageing analysis for Receivables

Description	2024/25		1 st July 2024	
	Kshs		Kshs	
	2024/25	% of the total	Comparative FY	% of the total
Less than 1 year	71,923,406	99.3%	61,832,201	100%
Between 1- 2 years	540,412	0.7%	-	-
Total	72,463,818	100%	61,832,201	100%

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Notes to the financial statements

14. Assets

14 (a) Property, Plant and Equipment

Cost	Motor vehicles	Furniture and fittings	Computer & ICT	Office equipments	Fixtures & Fittings	Total
			Equipment			
	Kshs	Kshs	Kshs	Kshs	Kshs	
Depreciation rate	25%	20%	30%	25%	20%	
As At 1July 2024 (opening balances)	-	-	11,340,000	2,325,000	-	13,665,000
Additions	111,073,000	11,874,179	2,935,006	14,263,390	7,949,670	148,095,245
Disposals	-	-	-	-	-	-
Transfers/Adjustments	-	-	(155,000)	-	-	(155,000)
As at 30th June 2025	111,073,000	11,874,179	14,120,006	16,588,390	7,949,670	161,605,245
Depreciation and Impairment						
As at 1July 2025	-	-	416,050	48,435	-	464,485
Depreciation charge for the year	4,145,764	556,040	810,006	1,983,197	1,402,627	8,897,634
Impairment loss	-	-	-	-	-	-
Transfers/ Adjustments	-	-	(32,290)	-	-	(32,290)
As At 30th June 2025	4,145,764	556,040	1,193,766	2,031,632	1,402,627	9,329,829
Net Book Values						
As at 1st July 2024	-	-	10,923,950	2,276,565	-	13,200,515
As at 30th June 2025	106,927,236	11,318,139	12,926,240	14,556,758	6,547,043	152,275,416

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Notes to the financial statements

14 (b) Intangible assets

Cost	Work in progress
	HRMIS
Depreciation rate	
As At 1 July 2024 (opening balances)	
Additions	3,452,917
Disposals	-
Transfers/Adjustments	-
As at 30th June 2025	3,452,917
Depreciation and Impairment	
As at 1 July 2025	-
Depreciation charge for the year	-
Impairment loss	-
Transfers/ Adjustments	-
As At 30th June 2025	-
Net Book Values	
As at 1st July 2024	
As at 30th June 2025	3,452,917

15. Trade and Other Payables

Description	2024/25		1 st July 2024	
	Kshs		Kshs	
Trade payables	21,606,253		7,139,399	
Total trade and other payables	21,606,253		7,139,399	
Ageing analysis: (Trade and other payables)	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	21,606,253	100%	7,139,399	100%
Total	21,606,253		7,139,399	

This relates to third party invoices for services provided in the financial period that had been received but not paid as at end of the period.

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16. Cash Generated from Operations

Description	FY 2024/25
	Kshs
Surplus/Deficit for the year	(9,996,011)
Adjusted for:	
Depreciation	8,897,634
Working capital adjustments	8,897,634
Increase in receivables	(10,631,617)
Increase in payables	14,466,854
Net cash flow from operating activities	2,796,859

17. Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as of 30th June 2025 are not included in the Statement of Financial Assets since the line items are yet to be drawn into the Exchequer Account as a voted provision.

Below is the Special Deposit Account (SDA) movement schedule, which shows the flow of funds voted in the year. These funds have been reported as loans/grants received in the year under the Statement of Receipts and Payments.

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Special Deposit Accounts Movement Schedule

Description	2024/25	1 st July 2024
	Kshs	Kshs
(i) A/C Name [A/c No. 1000622997]		
Opening balance	9,195,297	9,195,297
Total amount deposited in the account	-	-
Total amount withdrawn	<u>3,600,000</u>	<u>3,600,000</u>
Closing balance (as per SDA bank account reconciliation attached)	<u>5,595,297</u>	<u>5,595,297</u>

(The Special Deposit Account(s) reconciliation statement(s) has (have) been attached as Appendix 4 support these closing balance.

18.Related Party Disclosures

Nature of related party relationships

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

Government of Kenya

The Government of Kenya is the principal shareholder of the WaterFund, holding 100% of WaterFund's equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the Entity, both domestic and external.

Ministry of Water Sanitation and Irrigation

The Ministry of Water Sanitation and Irrigation is implementing a component under the project in which they are a Project Implementation Unit

Water Resources Authority

The Water Resources Authority is implementing a component under the project in which they are a Project Implementation Unit

19.Events after the Reporting Period

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

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20.Ultimate And Holding Entity

The Entity is a State Corporation/ or a Semi-Autonomous Government Agency under the Ministry of Water Sanitation and Irrigation. Its ultimate parent is the Government of Kenya.

21.Currency

The financial statements are presented in Kenya Shillings (Kshs) rounded to the nearest Kshs.

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. Annexes

Annex 1: Prior Year Auditor-General’s Recommendations

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (<i>Resolved</i> / <i>Not Resolved</i>)	Timeframe:
4.1	<p>Non-Compliance with the Financial Reporting Framework</p> <p>Review of the financial statements for the Horn of Africa Groundwater for Resilience Project revealed the following inaccuracies; -</p> <ul style="list-style-type: none"> i. The face of the financial statement should have both the court of arms used and the Implementing entities logo. The presented financial statement only have the implementing entities logo. ii. The page numbering commenced from cover page instead of table of contents as prescribed by the recommended template. iii. Page no xi was not marked in the financial statements. iv. Page no xv was blank, this should be page 1 containing statement of receipts and payments. v. The Project commenced in September 2022 according to the project information and financial agreement, it was however not clear why there were no financial reports or transactions during the financial period 2022-2023. 	<p>The management notes the findings which have been addressed in line with the management responses contained in this report. The management hereby re-submits the updated copy of the annual financial report.</p>	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
	<ul style="list-style-type: none"> vi. Under section 2.7, Funding Summary, The Project Management is expected to indicate both the source and the application of Funds, the management however omitted the application of funds and as such it was not possible to determine the amount of unutilized balance for the funding summary section. vii. The introductory paragraph for the statement of Performance against Project’s Predetermined objectives was missing. viii. Under the statement of Performance Against Project’s Predetermined objectives, Environmental and Sustainability Reporting, the Project Management referred to the project as ‘The Horn of Ground Water for Resilience (HoAGW4RP) instead of The Horn of Africa Groundwater for Resilience. ix. Environment and sustainability Reporting omitted necessary information such as the project’s efforts towards responsible supply chain and supplier relations, responsible ethical practices, regulatory impacts as well as the policies guiding the hiring processes. 			
4.2	Inadequate and Inaccurate Performance Information		Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
	<p>Review of the financing agreement revealed that schedule I of the financing agreement, indicated that the objective of the project is to increase the sustainable access and manage the groundwater in the Horn of Africa Borderlands. The objective was to be achieved through activities geared towards strengthening water conservation, sustainable use, recharge of selected acquirers in the borderland Counties; Compiling an Inventory of groundwater-based rural water supply schemes and strategic boreholes network, rehabilitation and upgrading of groundwater-based rural water supply schemes, mainstreaming of operations and maintenance of the existing, rehabilitated and new groundwater infrastructure among others. However, analysis of the statement of Performance against the predetermined objectives of the project revealed the following unsatisfactory matters.</p> <ul style="list-style-type: none"> i. The Project Management has not reported on the extent of the project’s progress in attaining the objectives by stating the number of existing boreholes established through the inventory of boreholes taken. ii. Report on the progress on the attainment of Strategic Development objectives did not give a measurable performance towards the achievement 	<p>The management notes the findings and wishes to clarify as follows:</p> <p>The HoAGW4RP has been reporting within the established and approved donor reporting framework through the quarterly and annual rural harmonized reports. At the end of FY 2023/2024 no borehole had been rehabilitated or drilled as the project was still under preparatory phase.</p> <p>The strategic development objectives under HoAGW4RP have been analyzed by updating the annual financial report including project’s progress in attaining the objectives and disclosure on challenges.</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
	<p>of the objective to increase the sustainable access and management of groundwater.</p> <p>iii. There were no disclosures of the objectives not yet met under the four different parts of the project and project phases.</p> <p>iv. Management did not disclose the challenges and opportunities so far encountered in the implementation of the of the project that have hampered attainment of the project objectives.</p>			
4.3.1	<p>Unapproved Expenditure on Consultancy Services for Sexual Gender Based Violence Activities Included in this amount is Kshs.1,584,656 payment to a Gender Based violence consultant. Review of the approved workplan indicate that the budget for the Gender Based Violence specialist (consultant) to support WSTF and SPIUs for the year is Kshs.700,000 resulting in an unexplained over expenditure of Kshs.884,656.</p>	<p>The management acknowledge the finding. The payments made were due to accelerated project activities that required the input of GBV Consultant. However, the Contract for the Consultant will run for two years (from July, 2023 to June, 2025) with a maximum of 150 days per year which will be within the budget.</p>	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
4.3.2	<p>Unsupported Procurement Management provided a letter transferring the procurement of the inventory consultancy to the project. However, review of the procurement documents revealed that, the evaluation report and the negotiation minutes, of the procurement was not supported by the procurement plan, evaluation minutes for the Request for Expression of Interest that was done before the request for proposals and the Proposals submitted by the shortlisted consultants.</p>	<p>The management wishes to clarify that the Consultancy to undertake an inventory of existing rural water supply systems, O&M institutional capacity and community water vulnerability and need assessment in five ASAL counties of Kenya (Turkana, Marsabit, Mandera, Wajir and Garissa Ref no. MOWSI/WSDP/001/2021-2022(KE-MOWI-246482-CS-QCBS) was procured by Ministry of Water, Sanitation and Irrigation.</p> <p>The management further wishes to inform that the following documents are available for review which were in the custody of MOWSI</p>	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
		<ul style="list-style-type: none"> a) Shortlisting Evaluation report – b) RFP documents for 6 shortlisted firms c) RFP combined evaluation report d) Professional opinion e) Signed contract for the consultancy. 		
4.5	<p>Poor Fuel Management The statement of receipts and payments as disclosed in Note 4 to the financial statements reflects purchase of goods and services of Kshs.63,071,902 which includes other operating payments of Kshs.4,541,370 out of which a total of Kshs.1,500,000 was paid out to Total Kenya Ltd and Rubbis Energy for purchase of fuel. However, it was noted that the project management does not maintain a fuel register and hence does not carry reconciliation between the vendors statement and their own generated statement.</p>	<p>The management wish to clarify that there is a fuel register for all WSTF pooled vehicles in form of a Hard Book – WSTF/QMR/HR/63. The register provides the date, motor vehicle registration No, fuel card No, activity or programme in this respect HoA and signature acknowledgement in Finance. WSTF maintains an online fuel management system which is assigned to a designated Transport</p>	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
		Officer. The Officer is responsible for monitoring fuel consumption and replenishment as well as conducting reconciliation through review of the respective suppliers issued online card ledgers. This is further validated through the motor vehicle work tickets.		
4.6.1	<p>Non-compliance with the Public Sector Accounting Standards Board (PSASB) Reporting Requirements on Budget Presentation</p> <p>The statement of comparison of budget and actual amounts for the year ended 30th June 2024 indicated that the budget utilization differences disclosed in the statement would be explained in Annex 2 to the financial statements. However, there was no annex 2 in the financial statements.</p>	The management notes the findings which are being addressed in line with the management responses contained in this report. The management hereby re-submit the updated copy of the financial report. The disclosure on budget utilization have	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
		been included at the foot of the statement of budget.		
4.6.2	<p>Inaccuracies in the Statement of Comparison of Budget and Actual Amounts</p> <p>Analysis of the statement of comparison of budget and actual amounts as presented in the financial statements revealed the following issues:</p> <ul style="list-style-type: none"> i. The entity failed to provide a detailed budget to support the breakdown provided in the statement of comparison of budget and actual amounts, consequently, the accuracy of the figures presented amounting to Kshs.2,000,000,000 could not be confirmed. ii. The budget for consultancy costs did not have an adjustment. However, examination of the revised annual workplan and budget revealed a negative adjustment in the budgeted expenditure for consultancy costs of Kshs.7,151,000. iii. The final budget for consultancy costs was Kshs.108,000,000. However, analysis of the revised annual workplan and budget revealed an amount of Kshs.100,849,000, resulting to overstatement of Kshs.7,151,000. iv. The budget for the purchase of goods and services had a negative adjustment of Kshs.1,377,900,000. 	The management wishes to clarify that the Budget in the financial report is indeed Kshs. 600 million represented as the final budget. The detailed analysis of the budget is available in the final work plan & budget for the programme and the updated financial report have been aligned to address the findings.	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
	<p>However, analysis of the revised annual workplan and budget revealed a negative adjustment in the budgeted expenditure for the purchase of goods and services of Kshs.1,450,860,000.</p> <p>v. The final budget for the purchase of goods and services reflects Kshs.323,000,000. However, examination of the revised annual workplan and budget provided for audit revealed an amount of Kshs.250,040,000 resulting to an overstatement of Kshs.72,960,000.</p> <p>vi. The budget for transfers to sub-project implementation units was not adjusted during the financial year. However, analysis of the revised annual workplan and budget revealed a positive adjustment in the budgeted expenditure for the transfers to sub-project implementation units of Kshs.33,002,800.</p> <p>vii. The statement of comparison of budget and actual reflects final budget for transfers to sub-project implementation units of Kshs.119,000,000. However, examination of the revised annual workplan and budget provided for audit revealed that the amount was Kshs.152,002,800, resulting to understated by Kshs.33,002,800.</p> <p>iii. The budget for operating expenditure had a negative adjustment of Kshs.22,100,000 while</p>			

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
	<p>analysis of the revised annual workplan and budget revealed a positive adjustment in the budgeted expenditure for operating expenditure of Kshs.25,008,200 resulting to a variance of Kshs.2,908,200</p> <p>ix. The statement of comparison of budget and actual revealed that the final budget for operating expenditure was Kshs.50,000,000 while analysis of the revised annual workplan and budget revealed an amount of Kshs.97,108,200, resulting to understatement by Kshs.47,108,200.</p>			
4.7.1	<p>Under-absorption of Overall Project Budget During the year under review, analysis of the budget and documents provided for audit revealed that the project received Kshs.417,772,602 in the financial year under audit and the statement of comparison of budget and actual disclosed total expenditure of Kshs.217,228,513, hence, the project had an under-absorption of the overall project budget of Kshs.226,343,809 or 51% of the budget.</p>	<p>The management wishes to clarify that there was delay in receipt of funds which were received end of quarter two in the financial year. Most of the activities were preparatory and had to be procured. The procurements awarded in the financial year such as motor vehicles (Kshs. 112 million) among others were not delivered, hence no</p>	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
		payment made in the financial year hence the underutilization of the budget. Secondly, the balance in the bank account pertained to funds for the counties among Garissa which was not cleared for funding due to prior period audit queries.		
4.8	<p>Computer Expenses</p> <p>The statement of receipt and payment as disclosed in Note 4 to the financial statement reflects use of goods and services of Kshs.63,071,902 which includes computer expenses amounting to Kshs.15,326,994 for the acquisition of 66 computers.</p> <p>Examination of the supporting documents and physical verification of the computers revealed that all the newly acquired 66 computers for the project were not tagged, hence the 66 computers could not be identified to belong to the project</p>	<p>The management wishes to clarify that the 66No. of laptops were for both the Counties and WSTF. WSTF laptops are 16No. at the cost of Kshs. 3,090,000/- which were capitalized in the books of accounts as at 30 June 2024 while 50No. were transferred to the counties.</p> <p>WSTF takes note of the finding and wishes to clarify that the 16No.</p>	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
		laptops have since been tagged.		
4.9	<p>Non-Competitive Procurement of Services from Unregistered Supplies</p> <p>The statement of receipts and payments under Note 4 to the financial statements reflects purchase of goods and services of Kshs.63,071,902 which Includes Domestic Travel & Subsistence Kshs.37,134,671 out of which Kshs.1,131,550 was paid to various vendors as below for provision of conference facilities on diverse dates. Examination of the supporting documents provided for audit revealed that there was no competitive bidding for these services as is required by Public Procurement and Asset Disposal Act and neither were the vendors prequalified to provide conference facilities. In this regard, the project management did not comply with Procurement laws and regulations.</p>	<p>The management wishes to clarify that these venues were competitively procured through Request for quotations (RfQ)as prescribed in PPADA 2015 Section 105 and the files for the cited procurements are available The management further wishes to clarify these venue/ conference providers are in the registered/ prequalified list of service providers. These lists are continuously updated in line with Section 57 (1&2).</p>	Resolved	
4.10	<p>Unaccounted for Expenditure</p> <p>The statement of receipt and payment reflects purchase of goods and services of Kshs.63,071,902 out of which Kshs.37,134,671 for domestic travel and subsistence</p>	<p>The management wishes to clarify that there was a pre-authorization for the</p>	Resolved	

*Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025*

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
	allowance expenditure includes Kshs.4,055,505 reflected as funds transfer- to Horn of Africa Pre-financing. However, the expenditure was not accounted for. In addition, the purpose of this expenditure and the inclusion in as expenditure on domestic travel and subsistence could therefore not be confirmed	expenditure from the World Bank through the Projects Coordinator supported by email approval.		
4.11	<p>Lack of Internal Audit 3-year Strategic Plan</p> <p>During the year under review, examination of internal audit documents submitted for audit revealed that despite the function preparing internal audit and risk assurance annual workplan, it does not have a three-year strategic plan on which to anchor its detailed audit planning and to set priorities, focus energy and resources, strengthen operations, ensure that employees and other stakeholders are working towards common goals. Establish agreement around intended outcomes and assess and adjust the organization’s direction in response to a changing audit environment. In addition, the strategic plan will provide a long-range overview of budgetary needs that will ensure the audit function is adequately resourced to undertake its mandate. The absence of a three-year strategic plan is therefore contrary to the requirements of regulation 170 of the Public Finance Management Regulations 2015</p>	The management notes the finding and clarifies that the development of the internal audit 3 year strategic plan is schedule to be undertaken in the financial year 2024/2025 for compliance with PFM regulations 2015.	Partially resolved	

*Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025*



.....
Willis Ombai

Chief Executive Officer



.....
Wesley Chelule

Project Coordinator

Horn of Africa Groundwater for Resilience Project– Kenya (7082-KE)
Annual Report and Financial Statements for the financial year ended June 30, 2025

Annex 2: Reconciliation of inter-entity transfers

Project Name: Horn of Africa Groundwater for Resilience Project			
Break down of transfers from the State Department of Water and Sanitation			
a.	Ministry of Water Sanitation & Irrigation		
		Bank Statement Date	Amount (Kshs)
		14.02.2025	479,577,240
		30.06.2025	(160,000,000)
		Total	319,577,240
			Indicate the FY to which the amounts relate
			FY 2024/25
			FY 2024/25

The above amounts have been communicated to and reconciled with the Parent Ministry/ State Department

Project Coordinator
 Water Sector Trust Fund

Head of Accounting Unit
 Ministry of Water Sanitation & Irrigation

Sign : _____

Sign-----

Annex 3: Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) Previous Year	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year	Historical Cost c/f (Kshs) Current Year
Motor vehicles	-	111,073,000	-	-	111,073,000
Furniture and fittings	-	11,874,179	-	-	11,874,179
Computer & ICT Equipment	11,340,000	2,935,006	-	(155,000)	14,120,006
Office equipments	2,325,000	14,263,390	-	-	16,588,390
Fixtures & Fittings	-	7,949,670	-	-	7,949,670
Work in progress (HRMIS)	-	3,452,917	-	-	3,452,917
Total	13,665,000	151,548,162	-	(155,000)	165,058,162

Annex 4: Other Support Documents

- 1. Special Deposit Account reconciliation statement**

2. Bank Reconciliations statement as at 30th June 2025

WATER SECTOR TRUST FUND
BANK RECONCILIATION STATEMENT

BANK ACCOUNT NAME	KCB - HOA	BANK ACCOUNT NUMBER	1321065205
ACCOUNT CODE	3319992	MONTH YEAR	JUNE 2025

BALANCE AS PER BANK STATEMENT	30 JUNE 2025	77,715,215.94
ADD:		
LESS:		
Outstanding payments:		
TOTAL		77,715,215.94
BALANCE AS PER CASH BOOK	30 JUNE 2025	77,715,215.94

PREPARED BY:

Vincent Tatu
Acc.

DESIGNATION:

SIGNATURE:



DATE:

04/07/2025

CHECKED BY:

Mathew Karanja

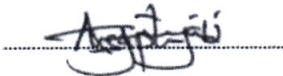
DESIGNATION:

P. Acc

SIGNATURE:

04/07/2025

DATE:



Water Sector Trust Fund

Water Sector Trust F

Date 16.07.2025

General Ledger

Time 09:06

VAT Number

Cross-Section Properties: Posting Date From: 01.06.2025 To 30.06.2025
 Value Date From: To
 Document Date From: To
 By Reconciliation: All Transactions Additional Cross-Section by Trans. Charac.: No

Assets 3319992 KCB BANK - HOA
 Periodic Opening Balance: KES 399,484,727.3900

Post. Date	Due Date	Type	Trans.	Ref. 1	Details	Contra Acct	Debit	Credit	Balance (LC)
03.06.2025	03.06.2025	PS	160096	240051	MILK SUPPLY FOR APRIL 2025 AS PER INVOICES 95683814 TO 95714668	SG00316		KES 50,600.0000	\$ 399,434,127.3900
03.06.2025	03.06.2025	PS	160097	240051	2ND DISBURSEMENTS	3870000		KES 27,000,000.0000	\$ 372,434,127.3900
03.06.2025	03.06.2025	PS	160098	240051	Marsabit Water and Sanitation	3870000		KES 27,000,000.0000	\$ 345,434,127.3900
03.06.2025	03.06.2025	PS	160099	240051	Wajir Water and Sanitation	3319992		KES 27,000,000.0000	\$ 318,434,127.3900
03.06.2025	03.06.2025	PS	160099	240051	Wajir Water and Sanitation	3319992	KES 27,000,000.0000		\$ 345,434,127.3900
03.06.2025	03.06.2025	PS	160280	240051	Reverse Entry for Payment No. 240051849	3319992	KES 27,000,000.0000		\$ 372,434,127.3900
03.06.2025	03.06.2025	PS	160280	240051	Reverse Entry for Payment No. 240051849	3319992		KES 27,000,000.0000	\$ 345,434,127.3900
03.06.2025	03.06.2025	PS	160306	240051	Wajir water and sanitations-Disbursements	3870000		KES 27,000,000.0000	\$ 318,434,127.3900
03.06.2025	03.06.2025	RC	160315	210006	Paul Wanyonyi-impres reversal	CS000121	KES 67,200.0000		\$ 318,501,327.3900
09.06.2025	09.06.2025	PS	160102	240051	WHT-PRN-20202500024 29167-Consultants(James, Risper, Bismark & Emily)	211003		KES 88,125.0000	\$ 318,413,202.3900
09.06.2025	09.06.2025	PS	160103	240051	WVAT-PRN-2020250002 427374-Peklin Properties	211002		KES 7,264.0000	\$ 318,405,938.3900
09.06.2025	09.06.2025	PS	160105	240051	George Wafula-impres	3130000		KES 25,200.0000	\$ 318,380,738.3900
09.06.2025	09.06.2025	PS	160106	240051	Paul Wanyonyi -impres bounce paid	3130000		KES 67,200.0000	\$ 318,313,538.3900
09.06.2025	09.06.2025	PS	160109	240051	Ekai Rajab-impres	3130000		KES 18,900.0000	\$ 318,294,638.3900
10.06.2025	10.06.2025	PS	160110	240051	PROTOCOL AND EVENTS MANAGEMENT COURSE IN MOMBASA AS PER INVOICE 74158 (USD1600*131.5)	SG00107		KES 210,400.0000	\$ 318,084,238.3900
10.06.2025	10.06.2025	PS	160114	240051	100021264	CS0000104		KES 1,538.4000	\$ 318,082,699.9900
10.06.2025	10.06.2025	PS	160223	240051	100021142	CS000153		KES 5,375.0000	\$ 318,077,324.9900
10.06.2025	10.06.2025	PS	160227	240051	100021143	CS000161		KES 16,200.0000	\$ 318,061,124.9900
10.06.2025	10.06.2025	PS	160234	240051	100020892 & 100020907	CS000170		KES 26,270.0000	\$ 318,034,854.9900
10.06.2025	10.06.2025	PS	160236	240051	100020958	CS000204		KES 12,000.0000	\$ 318,022,854.9900
12.06.2025	12.06.2025	PS	159707	240051	SALARY DEDUCTIONS 2025 05	3314000	KES 41,400.0000		\$ 318,064,254.9900
12.06.2025	12.06.2025	PS	160116	240051	Edwin Korir	3130000		KES 100,800.0000	\$ 317,963,454.9900
12.06.2025	12.06.2025	PS	160117	240051	Kiplangat-impres	3130000		KES 84,000.0000	\$ 317,879,454.9900
12.06.2025	12.06.2025	PS	160118	240051	Namarome Lukelesia-impres	3130000		KES 69,200.0000	\$ 317,810,254.9900
12.06.2025	12.06.2025	PS	160119	240051	Ahmed Yunis Dahir-impres	3130000		KES 67,200.0000	\$ 317,743,054.9900
12.06.2025	12.06.2025	PS	160120	240051	Betty Jebor Yator-impres	3130000		KES 67,200.0000	\$ 317,743,054.9900
12.06.2025	12.06.2025	PS	160120	240051	Wardha Abdi	3130000		KES 37,800.0000	\$ 317,705,254.9900

General Ledger

ts 3319992

KCB BANK - HOA

Periodic Opening Balance:

KES 399,484,727.3900

Post. Date	Due Date	Type	Trans.	Ref. 1	Details	Contra Acct	Debit	Credit	Balance (LC)
12.06.2025	12.06.2025	PS	160123	863 240051	Abdullahi-impres Florence Maiywa	3130000		KES 69,200.0000	317,636,054.9900
12.06.2025	12.06.2025	PS	160124	864 240051	Chemutai-impres Lindah Kibet	3130000		KES 67,200.0000	317,568,854.9900
12.06.2025	12.06.2025	PS	160125	865 240051	Cherop-impres Bernard Njenga	3130000		KES 100,800.0000	317,468,054.9900
12.06.2025	12.06.2025	PS	160126	866 240051	Muhia-impres Hassan Kassim	3130000		KES 69,200.0000	317,398,854.9900
12.06.2025	12.06.2025	PS	160127	867 240051	Amin-impres Benjamin Sudi-impres	3130000		KES 12,600.0000	317,386,254.9900
12.06.2025	12.06.2025	PS	160128	868 240051	Stephen Okoth Owuor-impres	3130000		KES 70,000.0000	317,316,254.9900
12.06.2025	12.06.2025	PS	160129	869 240051	James Kimani-impres	3130000		KES 50,000.0000	317,266,254.9900
12.06.2025	12.06.2025	PS	160136	870 240051	Wesley Chelule-impres	3130000		KES 70,000.0000	317,196,254.9900
12.06.2025	12.06.2025	PS	160139	871 240051	Rose Nyikuri Nasimiyu-impres	3130000		KES 90,000.0000	317,106,254.9900
12.06.2025	12.06.2025	PS	160140	872 240051	Paul Panuel Nyaga-impres	3130000		KES 67,200.0000	317,039,054.9900
12.06.2025	12.06.2025	PS	160141	873 240051	Patrick Owino Otieno-impres	3130000		KES 31,500.0000	317,007,554.9900
13.06.2025	13.06.2025	PS	160142	874 240051	Antony Mwangi Wachira-impres	3130000		KES 2,096,800.0000	314,910,754.9900
13.06.2025	13.06.2025	PS	160143	875 240051	HOAGW4RP GBV CONSULTANCY FEE FOR MAY 2025 AS PER INVOICE 05/2025 & IPC 11	SG00001129		KES 555,750.0000	314,355,004.9900
13.06.2025	13.06.2025	PS	160144	876 240051	HOAGW4RP SENIOR SOCIAL DEVELOPMENT SPECIALIST CONSULTANCY FEE FOR MAY 2025 AS PER INVOICE 12/2025 & IPC 12	SG00517		KES 256,500.0000	314,098,504.9900
13.06.2025	13.06.2025	PS	160145	877 240051	HOAGW4RP PROJECT ENGINEER CONSULTANCY FEE FOR MAY 2025 AS PER INVOICE 006 & IPC 06/2024-2025	SG00523		KES 458,875.0000	313,639,629.9900
13.06.2025	13.06.2025	PS	160146	878 240051	HOAGW4RP PROJECT ACCOUNTANT CONSULTANCY FEE FOR MAY 2025 AS PER INVOICE 30052025 & IPC 03/2024-2025	SG00525		KES 266,250.0000	313,373,379.9900
13.06.2025	13.06.2025	PS	160147	879 240051	Halima Ali Abdullahi-impres	3130000		KES 84,000.0000	313,289,379.9900
13.06.2025	13.06.2025	PS	160148	880 240051	Quintine Ochola Omondi-impres	3130000		KES 182,000.0000	313,107,379.9900
13.06.2025	13.06.2025	PS	160149	881 240051	PMP TRAINING FOR QUINTINE OCHOLA INV NO. 0420525	SG00329		KES 225,000.0000	312,882,379.9900
13.06.2025	13.06.2025	PS	160152	882 240051	20% Fee to Undertake Feasibility Studies, Detailed Design, ESIAS & Construction Supervision of works on Rehabilitation & Expansion of Groundwater as per IPC 2 & Invoice 2	SG00001167		KES 21,076,240.0000	291,806,139.9900
13.06.2025	13.06.2025	PS	160153	883 240051	Supply and delivery of	SG00001157		KES 45,341,534.0000	246,464,605.9900

General Ledger

Date 16.07.2025
Time 09:06
VAT Number

3319992

KCB BANK - HOA

KES 399,484,727.3900

Periodic Opening Balance:

Due Date	Type	Trans.	Ref. 1	Details	Contra Acct	Debit	Credit	Balance (LC)
			884	project vehicles for WSTF PIU and Counties implementing the HoA project Ref:KE-WSTF-332744-GO-RFB.As per GSRF:001836 & Invoice WIEL077728012025D. Based On Purchase Orders 190003437.				
2025	16.06.2025	PS	160154	240051 Nicodemus Onunga	3130000		KES 70,000.0000	\$ 246,394,605.9900
2025	16.06.2025	PS	160161	240051 Omwancha-impres	3130000		KES 78,400.0000	\$ 246,316,205.9900
2025	16.06.2025	PS	160162	240051 Ibrahim Mungai-impres	3130000		KES 161,600.0000	\$ 246,154,605.9900
2025	16.06.2025	RC	160309	210006 Gitau Monica Gathoni-impres	CS000146	KES 61,506.0000		\$ 246,216,111.9900
2025	17.06.2025	PS	160163	240051 LINDA GWADA -SURRENDER	3130000		KES 84,000.0000	\$ 246,132,111.9900
2025	17.06.2025	PS	160164	240051 Wynant Mulira Luvira-impres	3130000		KES 67,200.0000	\$ 246,064,911.9900
2025	17.06.2025	PS	160239	240051 Mohammed Abdi Korio-impres	3130000		KES 56,000.0000	\$ 246,008,911.9900
2025	18.06.2025	PS	160165	240051 RECORDS CHAMPIONS AND MANAGEMENT TRAINING 12TH-16TH MAY 2025	STA0088		KES 135,090.0000	\$ 245,873,821.9900
2025	18.06.2025	PS	160166	240051 CLEANING & BEVERAGE SERVICES FOR APRIL 2025 AS PER INVOICE Cs171-25	SG000850		KES 430,448.0000	\$ 245,443,373.9900
2025	20.06.2025	RC	160314	210006 for 40pax During Records Champions and Management Training workshop as per Inv SH179 LPO 190003641.	SG00001101		KES 70.0000	\$ 245,443,443.9900
2025	21.06.2025	PS	160167	240051 SYLVIA WANGECI-REFUNDS	CS000128	KES 70.0000		\$ 245,424,543.9900
2025	23.06.2025	RC	159479	210006 Jubat Mohammed Siyad-impres	CS000119	KES 116,800.0000		\$ 245,541,343.9900
2025	23.06.2025	PS	160168	240051 IBRAHIM MUNGAI 100021397	3130000		KES 110,800.0000	\$ 245,430,543.9900
2025	23.06.2025	PS	160169	240051 Korir Edwin Kiplangat Impres	3130000		KES 84,000.0000	\$ 245,346,543.9900
2025	23.06.2025	PS	160170	240051 Lukelesia Namarome Impres	3130000		KES 36,600.0000	\$ 245,309,943.9900
2025	23.06.2025	PS	160171	240051 Wairagu Victor Mwangi Impres	3130000		KES 33,600.0000	\$ 245,276,343.9900
2025	23.06.2025	PS	160172	240051 Yator Betty Jebor Impres	3130000		KES 84,000.0000	\$ 245,192,343.9900
2025	23.06.2025	PS	160173	240051 Mulira Wynant Luvira Impres	3130000		KES 37,800.0000	\$ 245,154,543.9900
2025	23.06.2025	PS	160174	240051 Abdi Abdinur Mohamed Impres	3130000		KES 92,200.0000	\$ 245,062,343.9900
2025	24.06.2025	PS	160175	240051 Tarus Vincent Yator Impres	3130000		KES 563,000.0000	\$ 244,499,343.9900
2025	24.06.2025	PS	160176	240051 Warue Eunice Stella Impres	3130000		KES 526,500.0000	\$ 243,972,843.9900
2025	24.06.2025	PS	160177	240051 Obae Ann Nabangala Impres	3130000		KES 474,600.0000	\$ 243,498,243.9900
2025	24.06.2025	PS	160178	240051 Mungai Ibrahim Impres	3130000		KES 60,000.0000	\$ 243,438,243.9900
2025	24.06.2025	PS	160179	240051 Emily Gideon Impres	3130000		KES 24,000.0000	\$ 243,414,243.9900
2025	24.06.2025	PS	160180	240051 Beverly Kathure Mwithirwa Impres	3130000		KES 60,000.0000	\$ 243,354,243.9900
2025	24.06.2025	PS	160180	240051 Risper Pete Impres	3130000			

General Ledger

Assets 3319992

KCB BANK - HOA

Periodic Opening Balance:

KES 399,484,727.3900

Post. Date	Due Date	Type	Trans.	Ref. 1	Details	Contra Acct	Debit	Credit	Balance (LC)
24.06.2025	24.06.2025	PS	160181	905 240051 906	10% CONSULTANCY FEE FOR HOAGW4RP O& M CONSULTANT INTERIM PAYMENT CERTIFICATE NO.2	SG00473		KES 5,152,966.0000	238,201,277.9900
26.06.2025	26.06.2025	PS	160182	240051 907	Wachira Antony Mwangi Imprest	3130000		KES 47,800.0000	238,153,477.9900
26.06.2025	26.06.2025	PS	160183	240051 908	Ojouk Henry Otieno Imprest	3130000		KES 60,000.0000	238,093,477.9900
26.06.2025	26.06.2025	PS	160187	240051 909	REFRESHMENTS DURING PROGRAMME TEAM MEETING ON 30TH APRIL 2025	STA0080		KES 19,930.0000	238,073,547.9900
26.06.2025	26.06.2025	PS	160188	240051 910	CLAIM,HANDOVER OF MOTOR VEHICLE TO WAJIR SPIU O 18TH JUNE 2025	STA0112		KES 22,500.0000	238,051,047.9900
27.06.2025	27.06.2025	RC	159528	210006 932	WILLIS OMBAI REFUND	CS000126	KES 2,000.0000		238,053,047.9900
27.06.2025	27.06.2025	PS	160192	240051 913	WVAT-PRN-2020250002 865456 - IHRM & MFI	211002		KES 7,464.0000	238,045,583.9900
27.06.2025	27.06.2025	PS	160193	240051 914	WHT-PRN-20202500028 65206 - Risper Pete	211003		KES 22,500.0000	238,023,083.9900
27.06.2025	27.06.2025	PS	160195	240051 916	WHT-PRN-20202500028 65731 - Intex	211003		KES 51,724.0000	237,971,359.9900
27.06.2025	27.06.2025	PS	160198	240051 919	Management service ltd WHT-PRN-20202500029 35020 - WHT on Interest-WSTF	211003		KES 2,850,280.0000	235,121,079.9900
30.06.2025	30.06.2025	PS	159957	240051 730	SALARY DEDUCTIONS 2025 06	3314000	KES 2,689.0000		235,123,768.9900
30.06.2025	30.06.2025	PS	160203	240051 924	WHT-PRN-20202500029 42952 - Consultants(Bismark,Risper,James & Emily)	211003		KES 80,125.0000	235,043,643.9900
30.06.2025	30.06.2025	PS	160274	240051 959	Refund of Overdrawn exchequer	1260000		KES 160,000,000.0000	75,043,643.9900
30.06.2025	30.06.2025	PS	160307	240051 961	JUNE 2025 BANK CHARGES	2846010		KES 11,569.0000	75,032,074.9900
30.06.2025	30.06.2025	RC	160308	210006 959	JUNE 2025 INTEREST INCOME	1515000	KES 2,681,640.9500		77,713,715.9400
30.06.2025	30.06.2025	RC	160313	210006 961	WESLEY CHELULE REFUNDS	CS000130	KES 1,500.0000		77,715,215.9400

Total of All Transactions:

KES 56,974,805.9500 ES 378,744,317.4000

Periodic Closing Balance:

KES 77,715,215.9400

	OB	Debit	Credit	Total
Total of All Transactions:	KES 399,484,727.3900	KES 56,974,805.9500	KES 378,744,317.4000	KES 77,715,215.9400



Account Statement

Date: 15/07/2025 12:47:56

Account: 1321065205

Account Name: WATER SECTOR TRUST FUND HOA

Available Balance: KES 32,455,609.84

Period: 01/06/2025 - 30/06/2025

Balance At Period Start: 399,484,727.39

Balance At Period End: 77,715,215.94

Total Money In: 3,448,036.70

Total Money Out: -325,217,548.15

Transaction Date	Value Date	Transaction Details	Money Out	Money In	Ledger Balance	Bank Reference Number
01.06.2025	01.06.2025	BALANCE B/FWD	0.00	0.00	399,484,727.39	
03.06.2025	03.06.2025	Contra Entry KCC QUICKPAY BULK PAYMENTS	-50,600.00	0.00	399,434,127.39	FT251543WVRG
03.06.2025	03.06.2025	Transfer Charge AC-PL55249	-15.00	0.00	399,434,112.39	FT25154JCHV8
03.06.2025	03.06.2025	Transfer Charge 1321065205 Service Charge	-100.00	0.00	399,434,012.39	FT25154JCHV8
03.06.2025	03.06.2025	Returned EFT Imprest BANK	0.00	67,200.00	399,501,212.39	FT25154PM9LT
03.06.2025	03.06.2025	Contra Entry LODWAR QUICKPAY BULK PAYMENTS	-27,000,000.00	0.00	372,501,212.39	FT251548YH0Y

06.2025	03.06.2025	Contra Entry MARSABIT QUICKPAY BULK PAYMENTS	-27,000,000.00	0.00	345,501,212.39	FT25154HTJ3Q
03.06.2025	03.06.2025	Contra Entry WAJIR QUICKPAY BULK PAYMENTS	-27,000,000.00	0.00	318,501,212.39	FT25154BV2MW
03.06.2025	03.06.2025	Transfer Charge AC-PL55249	-75.00	0.00	318,501,137.39	FT251546VLN9
03.06.2025	03.06.2025	Transfer Charge 1321065205 Service Charge	-500.00	0.00	318,500,637.39	FT251546VLN9
03.06.2025	03.06.2025	Transfer Charge AC-PL55249	-75.00	0.00	318,500,562.39	FT2515419RNM
03.06.2025	03.06.2025	Transfer Charge 1321065205 Service Charge	-500.00	0.00	318,500,062.39	FT2515419RNM
03.06.2025	03.06.2025	Transfer Charge AC-PL55249	-75.00	0.00	318,499,987.39	FT25154PP9Y0
03.06.2025	03.06.2025	Transfer Charge 1321065205 Service Charge	-500.00	0.00	318,499,487.39	FT25154PP9Y0
09.06.2025	09.06.2025	Transfer Charge P051170459V AC-1108976298	-34.50	0.00	318,499,452.89	FT2516001QV2
09.06.2025	09.06.2025	BillPay P051170459V Water Sector Trust Fund 2020250002429167 KRA COLLECTIONS ACCOUNT	-88,125.00	0.00	318,411,327.89	FT2516001QV2
09.06.2025	09.06.2025	Transfer Charge P051170459V AC-1108976298	-34.50	0.00	318,411,293.39	FT2516006NND
09.06.2025	09.06.2025	BillPay P051170459V Water Sector Trust Fund 2020250002427374 KRA COLLECTIONS ACCOUNT	-7,264.00	0.00	318,404,029.39	FT2516006NND
09.06.2025	09.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-25,200.00	0.00	318,378,829.39	FT25160NLV7R
09.06.2025	09.06.2025	Contra Entry BOUNCED QUICKPAY BULK PAYMENTS	-67,200.00	0.00	318,311,629.39	FT25160SCGHG
09.06.2025	09.06.2025	Transfer Charge AC-PL55249	-15.00	0.00	318,311,614.39	FT25160PF3QM
09.06.2025	09.06.2025	Transfer Charge 1321065205 Service Charge	-100.00	0.00	318,311,514.39	FT25160PF3QM
09.06.2025	09.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-18,900.00	0.00	318,292,614.39	FT25160L47ND
09.06.2025	09.06.2025	Transfer Charge AC-PL55249	-15.00	0.00	318,292,599.39	FT251608GVRY

09.06.2025	09.06.2025	Transfer Charge 1321065205 Service Charge	-100.00	0.00	318,292,499.39	FT251608GVRY
09.06.2025	09.06.2025	Transfer Charge AC-PL55249	-15.00	0.00	318,292,484.39	FT25160DDXX3
09.06.2025	09.06.2025	Transfer Charge 1321065205 Service Charge	-100.00	0.00	318,292,384.39	FT25160DDXX3
10.06.2025	10.06.2025	Transfer Charge AC-1101645326	-57.50	0.00	318,292,326.89	FT251618PSRN
10.06.2025	10.06.2025	Transfer Inv74158 EAST SOUTHERN AFRICA MANAGEMENT INS	-210,400.00	0.00	318,081,926.89	FT251618PSRN
10.06.2025	10.06.2025	Contra Entry SURR REFUND QUICKPAY BULK PAYMENTS	-61,383.40	0.00	318,020,543.49	FT25161ZRXJN
10.06.2025	10.06.2025	Transfer Charge AC-PL55249	-135.00	0.00	318,020,408.49	FT25161J719G
10.06.2025	10.06.2025	Transfer Charge 1321065205 Service Charge	-900.00	0.00	318,019,508.49	FT25161J719G
12.06.2025	12.06.2025	Direct Credits Water Sector Trust Fund 999999	0.00	41,400.00	318,060,908.49	FT25163RT4SN
12.06.2025	12.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-678,000.00	0.00	317,382,908.49	FT25163629J2
12.06.2025	12.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-378,700.00	0.00	317,004,208.49	FT25163WXS5C
12.06.2025	12.06.2025	Transfer Charge AC-PL55249	-150.00	0.00	317,004,058.49	FT25163QLWK0
12.06.2025	12.06.2025	Transfer Charge 1321065205 Service Charge	-1,000.00	0.00	317,003,058.49	FT25163QLWK0
12.06.2025	12.06.2025	Transfer Charge AC-PL55249	-90.00	0.00	317,002,968.49	FT25163TWGNG
12.06.2025	12.06.2025	Transfer Charge 1321065205 Service Charge	-600.00	0.00	317,002,368.49	FT25163TWGNG
13.06.2025	13.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-2,096,800.00	0.00	314,905,568.49	FT251645D18C
13.06.2025	13.06.2025	Transfer Charge AC-PL55249	-15.00	0.00	314,905,553.49	FT251647YK9L
13.06.2025	13.06.2025	Transfer Charge 1321065205 Service Charge	-100.00	0.00	314,905,453.49	FT251647YK9L
13.06.2025	13.06.2025	Contra Entry consultants QUICKPAY BULK PAYMENTS	-1,537,375.00	0.00	313,368,078.49	FT25164LSLK6

13.06.2025	13.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-491,000.00	0.00	312,877,078.49	FT2516491CD2
13.06.2025	13.06.2025	Transfer Charge AC-PL55249	-60.00	0.00	312,877,018.49	FT25164THHN2
13.06.2025	13.06.2025	Transfer Charge 1321065205 Service Charge	-400.00	0.00	312,876,618.49	FT25164THHN2
13.06.2025	13.06.2025	Transfer Charge AC-PL55249	-45.00	0.00	312,876,573.49	FT25164G6G8S
13.06.2025	13.06.2025	Transfer Charge 1321065205 Service Charge	-300.00	0.00	312,876,273.49	FT25164G6G8S
13.06.2025	13.06.2025	Contra Entry AARVEE QUICKPAY BULK PAYMENTS	-21,076,240.00	0.00	291,800,033.49	FT25164278VR
13.06.2025	13.06.2025	Transfer Charge AC-PL55249	-75.00	0.00	291,799,958.49	FT25164DP99X
13.06.2025	13.06.2025	Transfer Charge 1321065205 Service Charge	-500.00	0.00	291,799,458.49	FT25164DP99X
14.06.2025	14.06.2025	Contra Entry SUPPLIER QUICKPAY BULK PAYMENTS	-45,341,534.00	0.00	246,457,924.49	FT25165H260F
14.06.2025	14.06.2025	Transfer Charge AC-PL55249	-75.00	0.00	246,457,849.49	FT25165J470R
14.06.2025	14.06.2025	Transfer Charge 1321065205 Service Charge	-500.00	0.00	246,457,349.49	FT25165J470R
16.06.2025	16.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-310,000.00	0.00	246,147,349.49	FT2516736S0S
16.06.2025	16.06.2025	Transfer Charge AC-PL55249	-45.00	0.00	246,147,304.49	FT25167FXL7Y
16.06.2025	16.06.2025	Transfer Charge 1321065205 Service Charge	-300.00	0.00	246,147,004.49	FT25167FXL7Y
16.06.2025	16.06.2025	Mobi 522522 MPESA TFG54O87GV 254725872046 LIND /	0.00	61,506.00	246,208,510.49	FT25167HKMJ9
17.06.2025	17.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-56,000.00	0.00	246,152,510.49	FT25168YBGLP
17.06.2025	17.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-151,200.00	0.00	246,001,310.49	FT25168PRFVB
17.06.2025	17.06.2025	Transfer Charge AC-PL55249	-15.00	0.00	246,001,295.49	FT251688WFSK
17.06.2025	17.06.2025	Transfer Charge 1321065205 Service Charge	-100.00	0.00	246,001,195.49	FT251688WFSK

17.06.2025	17.06.2025	Transfer Charge AC-PL55249	-30.00	0.00	246,001,165.49	FT2516813P6Z
17.06.2025	17.06.2025	Transfer Charge 1321065205 Service Charge	-200.00	0.00	246,000,965.49	FT2516813P6Z
18.06.2025	18.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-565,538.00	0.00	245,435,427.49	FT25169SHJTM
18.06.2025	18.06.2025	Transfer Charge AC-PL55249	-30.00	0.00	245,435,397.49	FT25169W9MVS
18.06.2025	18.06.2025	Transfer Charge 1321065205 Service Charge	-200.00	0.00	245,435,197.49	FT25169W9MVS
20.06.2025	20.06.2025	Mobi 522522 MPESA TFK1MWG7LX 254700707850 SYLV /	0.00	70.00	245,435,267.49	FT25171CTL4T
21.06.2025	21.06.2025	Contra Entry JUBAT QUICKPAY BULK PAYMENTS	-18,900.00	0.00	245,416,367.49	FT251720WX05
21.06.2025	21.06.2025	Transfer Charge AC-PL55249	-15.00	0.00	245,416,352.49	FT25172HMCXX
21.06.2025	21.06.2025	Transfer Charge 1321065205 Service Charge	-100.00	0.00	245,416,252.49	FT25172HMCXX
23.06.2025	23.06.2025	Transfer HOA HOA 999999	0.00	116,800.00	245,533,052.49	FT2517437NQ1
23.06.2025	23.06.2025	Contra Entry IMPRESTS QUICKPAY BULK PAYMENTS	-479,000.00	0.00	245,054,052.49	FT25174C7KTZ
23.06.2025	23.06.2025	Transfer Charge AC-PL55249	-105.00	0.00	245,053,947.49	FT25174GTVP7
23.06.2025	23.06.2025	Transfer Charge 1321065205 Service Charge	-700.00	0.00	245,053,247.49	FT25174GTVP7
24.06.2025	24.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-1,708,100.00	0.00	243,345,147.49	FT25175W90FF
24.06.2025	24.06.2025	Transfer Charge AC-PL55249	-90.00	0.00	243,345,057.49	FT25175ZDS49
24.06.2025	24.06.2025	Transfer Charge 1321065205 Service Charge	-600.00	0.00	243,344,457.49	FT25175ZDS49
24.06.2025	24.06.2025	Contra Entry CONTRA ENTRY QUICKPAY BULK PAYMENTS	-5,152,966.00	0.00	238,191,491.49	FT25175CC2T9
24.06.2025	24.06.2025	Transfer Charge AC-PL55249	-75.00	0.00	238,191,416.49	FT251751VKRV
24.06.2025	24.06.2025	Transfer Charge 1321065205 Service Charge	-500.00	0.00	238,190,916.49	FT251751VKRV

26.06.2025	26.06.2025	Contra Entry IMPREST QUICKPAY BULK PAYMENTS	-150,230.00	0.00	238,040,686.49	FT2517744L3T
26.06.2025	26.06.2025	Transfer Charge AC-PL55249	-60.00	0.00	238,040,626.49	FT25177YR31R
26.06.2025	26.06.2025	Transfer Charge 1321065205 Service Charge	-400.00	0.00	238,040,226.49	FT25177YR31R
27.06.2025	27.06.2025	Transfer Charge P051170459V AC- 1108976298	-34.50	0.00	238,040,191.99	FT25178XKD62
27.06.2025	27.06.2025	BillPay P051170459V Water Sector Trust Fund 2020250002865456 KRA COLLECTIONS ACCOUNT	-7,464.00	0.00	238,032,727.99	FT25178XKD62
27.06.2025	27.06.2025	Transfer Charge P051170459V AC- 1108976298	-34.50	0.00	238,032,693.49	FT25178R3GK5
27.06.2025	27.06.2025	BillPay P051170459V Water Sector Trust Fund 2020250002865206 KRA COLLECTIONS ACCOUNT	-22,500.00	0.00	238,010,193.49	FT25178R3GK5
27.06.2025	27.06.2025	Transfer Charge P051170459V AC- 1108976298	-34.50	0.00	238,010,158.99	FT251782M2ZJ
27.06.2025	27.06.2025	BillPay P051170459V Water Sector Trust Fund 2020250002865731 KRA COLLECTIONS ACCOUNT	-51,724.00	0.00	237,958,434.99	FT251782M2ZJ
27.06.2025	27.06.2025	Transfer Charge P051170459V AC- 1108976298	-34.50	0.00	237,958,400.49	FT25178ZF1LD
27.06.2025	27.06.2025	BillPay P051170459V Water Sector Trust Fund 2020250002935020 KRA COLLECTIONS ACCOUNT	-2,850,280.00	0.00	235,108,120.49	FT25178ZF1LD
27.06.2025	27.06.2025	Mobi 522522 MPESA TFR7L5X9J5 254713524000 PAUL /	0.00	2,000.00	235,110,120.49	FT251781WFWN
30.06.2025	30.06.2025	Mobi 522522 MPESA TFU0XOR32G 254720032676 CHEL /	0.00	1,500.00	235,111,620.49	FT251813JXF6
30.06.2025	30.06.2025	SWIFT Charge MINISTRY OF WATE AC-1321065205	-575.00	0.00	235,111,045.49	FT251818B2RF
30.06.2025	30.06.2025	Outward SWIFT P MINISTRY OF WATE KE NAIROBI MINISTRY OF WATER AND SANITATION	-160,000,000.00	0.00	75,111,045.49	FT251818B2RF
30.06.2025	30.06.2025	Transfer Charge P051170459V AC- 1108976298	-34.50	0.00	75,111,010.99	FT251816GC37

30.06.2025	30.06.2025	BillPay P051170459V Water Sector Trust Fund 2020250002942952 KRA COLLECTIONS ACCOUNT	-80,125.00	0.00	75,030,885.99	FT251816GC37
30.06.2025	30.06.2025	Direct Credits Water Sector Trust Fund 999999	0.00	2,689.00	75,033,574.99	FT25181Z44ZV
30.06.2025	01.07.2025	Credit Interest	0.00	3,154,871.70	78,188,446.69	1321065205-20250630
30.06.2025	01.07.2025	Tax Amount Due	-473,230.75	0.00	77,715,215.94	1321065205-20250630

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**HORN OF AFRICA-GROUNDWATER FOR RESILIENCE PROJECT (WSTF)
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30 JUNE 2025**

Credit No.: IDA LOAN CREDIT NO.70820-KE (DA-E)

Bank Account No.: 1000622997 Held with CENTRAL BANK OF KENYA

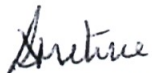
		NOTES	AMOUNT EURO	AMOUNT EURO
1	Amount advanced by IDA			11,861,969.00
	Less:			
2	Total amount documented			2,591,926.37
3	Outstanding amount to be documented			9,270,042.63
	Represented by:			
4	Ending Special account Balance as as 30 June 2025			5,595,297.00
5	Amounts claimed but not credited as at 30 June 2025			
6	Amounts witdraen and not claimed			3,674,745.63
7	Service Charges (if not included in lines 5 and 6 above)			-
8	Interest earned (if included in Special Account)			-
9	Total advance to Special Account Year ended 30 June 2025			9,270,042.63

Discrepancy between total appearing on line 3 and 9

-

Notes:

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures



**AUTHORISED REPRESENTATIVE
RESOURCE MOBILISATION DEPARTMENT
THE NATIONAL TREASURY**

DATE: 05-08-2025

SPECIAL ACCOUNT STATEMENT

For period ending	30th JUNE, 2025
Account No.	1000622997
Depository Bank	CENTRAL BANK OF KENYA.
Address	CENTRAL BANK OF KENYA.
Related Loan	HORN OA GROUNDWATER DAE WSTF
Credit Agreement	
Currency	EUR

Part A - Account Activity

Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account	9,195,297.00
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Add:

Total Amount deposited by World Bank	0.00
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Total Interest earnings if deposited in account	-----
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Total amount refunded to cover ineligible expenditure	-----
--	-------

Deduct:

Total amount withdrawn	3,600,000.00
------------------------	---------------------

Total service charges if not included above in amount withdrawn	-----
	5,595,297.00

Ending balance on 30th June,2025

AUTHORISED REPRESENTATIVE	SIGNATURE:	
CENTRAL BANK OF KENYA	DATE	14/07/2025

AUTHORISED REPRESENTATIVE	SIGNATURE:	
EXTERNAL RESOURCES	DATE	05-08-2025
DEPARTMENT-TREASURY		

NOTE:The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June,2025 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

Results 1 - 1 of 1

Run Date: Run Time:
 CENTRAL BANK OF KENYA
 BANKI KUU YA KENYA
 P.O.BOX 60000-0200
 NAIROBI
 STATEMENT PERIOD: From 01/07/2024 To

STATEMENT OF ACCOUNT
 ACCOUNT NUMBER :
 ACCOUNT TITLE : HORN OA GROUNDWATER DAE WSTF
 30/06/2025

PAGE NO : 1

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE	
OPENING BAL :		9,195,297.00				
NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
1	16/01/2025	FT25016GYTCK,1	PA136499	-3,600,000.00	0.00	5595297

CLOSING BALANCE : 5595297

END OF ACCOUNT STATEMENT

Favourites

TAM E STMT.OF ACCT.EPRM

[More Options](#)
[View Selection](#) Find

Account	equals	1000622997
Statement From	equals	20240701
Statement To	equals	20250630

TAM.E.STMT.OF.ACCT.EPRM

Client Connection Christine Da...

Loan: IDA 70820 (IDA - IDA Credit) | **Status:** Disbursing | **Country:** Kenya |

Project: P174867 - Horn of Africa - Groundwater for Resilience Project

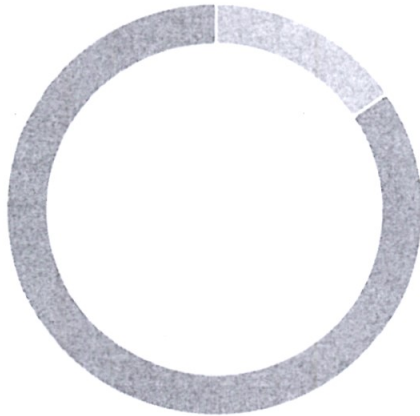
- Loan Overview
- Disbursements
- History
- Repayments
- Amortization Schedule
- Audit Submission
- Disbursen

Important Dates

Approval	Signing	Commitment Charges Start Date	Effective	First Repayment	Closing	Application Deadline	Last Repayment
01-Jun-2022	01-Sep-2022	31-Oct-2022	27-Mar-2023	15-Nov-2027	31-Dec-2028	30-Apr-2029	15-May-2052

Currency of Commitment : EUR

Show amounts in EUR



● Disbursed 15.5% ● Undisbursed 84.5%

Loan Information (EUR)

Signed Amount	121,700,000.00
Cancelled	0.00
Disbursed	18,819,235.17
Undisbursed	102,880,764.83
Special Commitments	0.00
Funds Available	102,880,764.83

Funds Available (EUR)

Withdrawal Applications	0.00
Special Commitment Issuance Applications	0.00

Estimated Funds Available **102,880,764.83**

Last Bill, IDA 70820, due on 15-May-2025

Borrower: The National Treasury and Planning

Date Payable	Currency	Amount Payable
15-May-2025	EUR	105,448.21

USD Equivalents

Original Approved Amount	135,000,000.00
Current Undisbursed	119,814,938.72
Historical Disbursed	20,400,194.07

18,819,235.17	1.24 %	0.00 %
Principal Outstanding	Total Charges	Net Commitment Fee

Loan: IDA 70820 (IDA - IDA Credit) | **Status:** Disbursing | **Country:** Kenya |

Project: P174867 - Horn of Africa - Groundwater for Resilience Project

- Loan Overview
- Disbursements
- History
- Repayments
- Amortization Schedule
- Audit Submission
- Disbursemei
- Applications
- eSignatorie(s)
- Beneficiaries
- Contracts
- Designated/UN Accounts
- Category Schedule

Designated Account Detail- DA-E

Account Details

<p>Account Holder</p> <p>Account Holder's Bank</p>	<p>HORN OF AFRICA - GROUNDWATER FOR R</p> <p>CENTRAL BANK OF KENYA HAILE SELASSIE AVENUE NAIROBI Swift: CBKEKENXXX</p>	<p>DA Currency</p> <p>Current Authorized Allocation</p>	<p>EUR</p> <p>15,000,000.00</p>
<p>Account Number</p>	<p>XXXXXXXX97</p>	<p>Associated Categories</p>	<p>1 - (G,W,O,T,N/CS,PBG P1.2(bcfh)) 2 - (G,O,T,N/CS p1.2(a,d,e,g))</p>
<p>Intermediary Bank</p>	<p>STANDARD CHARTERED BANK 1 BASINGHALL AVENUE LONDON Swift: SCBLGB2LXXX</p>	<p>Other Financing Sources</p>	

Transaction Details

Currency (EUR) [View Transaction List](#)

Total Deposits Less Refunds	11,861,969.00
Documented	2,591,926.37
Outstanding Balance	9,270,042.63
Waived Documentation Amount	0.00
Transaction in Process	0.00

Application				Paid								
WRA-WA-07	DA-D	Completed	EUR 109,123.41 3	EUR 109,123.41	07-Aug-2024	13-Aug-2024	Borrower	13-Aug-2024				
WRA-WA-06	DA-D	Completed	EUR 271,731.58 3	EUR 271,731.58	08-Jul-2024	15-Jul-2024	Borrower	15-Jul-2024				
MWSI WA 0002	DA-C	Completed	EUR 301,707.49 4	EUR 301,707.49	24-Apr-2024	07-May-2024	Borrower	07-May-2024				
WSTF WA 02	DA-E	Completed	EUR 9,195,302.00 DA-E	EUR 9,195,302.00	14-Mar-2024	28-Mar-2024	Borrower	28-Mar-2024				
WRA-WA 02	DA-D	Completed	EUR 1,666,667.00 DA-D	EUR 1,666,667.00	07-Dec-2023	13-Dec-2023	Borrower	13-Dec-2023				
WRA-WA-04	DA-D	Completed	EUR 484,513.72 3	EUR 484,513.72	07-Dec-2023	13-Dec-2023	Borrower	13-Dec-2023				
MWSIWA01	DA-C	Completed	EUR 500,000.00 DA-C	EUR 500,000.00	27-Jun-2023	05-Jul-2023	Borrower	05-Jul-2023				
WRA-WA 01	DA-D	Completed	EUR 1,333,333.00 DA-D	EUR 1,333,333.00	27-Jun-2023	30-Jun-2023	Borrower	30-Jun-2023				
WSTF WA 01	DA-E	Completed	EUR 2,666,667.00 DA-E	EUR 2,666,667.00	27-Jun-2023	30-Jun-2023	Borrower	30-Jun-2023				

 Client Connection Christine Da...

Loan: IDA 70820 (IDA - IDA Credit) | **Status:** Disbursing | **Country:** Kenya |

Project: P174867 - Horn of Africa - Groundwater for Resilience Project

[Loan Overview](#) | [Disbursements](#) | [History](#) | [Repayments](#) | [Amortization Schedule](#) | [Audit Submission](#) | [Disbursemei](#)

[Applications](#) | [eSignatorie\(s\)](#) | [Beneficiaries](#) | [Contracts](#) | [Designated/UN Accounts](#) | [Category Schedule](#) |

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Application							Paid					
WRA-WA-07	DA-D	Completed	EUR	109,123.41	3		EUR	109,123.41	07-Aug-2024	13-Aug-2024	Borrower	13-Aug-2024
WRA-WA-06	DA-D	Completed	EUR	271,731.58	3		EUR	271,731.58	08-Jul-2024	15-Jul-2024	Borrower	15-Jul-2024
MWSI WA 0002	DA-C	Completed	EUR	301,707.49	4		EUR	301,707.49	24-Apr-2024	07-May-2024	Borrower	07-May-2024
WSTF WA 02	DA-E	Completed by WB	EUR	9,195,302.00	DA-E		0.00	12-Feb-2024			Mathew Karanja	28-Mar-2024
WRA-WA 02	DA-D	Completed by WB	EUR	1,666,667.00	DA-D		0.00	27-Sep-2023			George Maina	13-Dec-2023
WRA-WA-04	DA-D	Completed	EUR	484,513.72	3		EUR	484,513.72	07-Dec-2023	13-Dec-2023	Borrower	13-Dec-2023
MWSIWA01	DA-C	Completed by WB	EUR	500,000.00	DA-C		0.00	20-Jun-2023			ERIC ADOYO	05-Jul-2023
WSTF WA 01	DA-E	Completed by WB	EUR	2,666,667.00	DA-E		0.00	16-Jun-2023			Mathew Karanja	30-Jun-2023
WRA-WA 01	DA-D	Completed by WB	EUR	1,333,333.00	DA-D		0.00	16-Jun-2023			George Maina	30-Jun-2023

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Application				Paid								
WRA-WA-07	DA-D	Completed	EUR 109,123.41 3	EUR 109,123.41	07-Aug-2024	13-Aug-2024	Borrower	13-Aug-2024				
WRA-WA-06	DA-D	Completed	EUR 271,731.58 3	EUR 271,731.58	08-Jul-2024	15-Jul-2024	Borrower	15-Jul-2024				
MWSI WA 0002	DA-C	Completed	EUR 301,707.49 4	EUR 301,707.49	24-Apr-2024	07-May-2024	Borrower	07-May-2024				
WSTF WA 02	DA-E	Completed	EUR 9,195,302.00 DA-E	EUR 9,195,302.00	14-Mar-2024	28-Mar-2024	Borrower	28-Mar-2024				
WRA-WA 02	DA-D	Completed	EUR 1,666,667.00 DA-D	EUR 1,666,667.00	07-Dec-2023	13-Dec-2023	Borrower	13-Dec-2023				
WRA-WA-04	DA-D	Completed	EUR 484,513.72 3	EUR 484,513.72	07-Dec-2023	13-Dec-2023	Borrower	13-Dec-2023				
MWSIWA01	DA-C	Completed	EUR 500,000.00 DA-C	EUR 500,000.00	27-Jun-2023	05-Jul-2023	Borrower	05-Jul-2023				
WRA-WA 01	DA-D	Completed	EUR 1,333,333.00 DA-D	EUR 1,333,333.00	27-Jun-2023	30-Jun-2023	Borrower	30-Jun-2023				
WSTF WA 01	DA-E	Completed	EUR 2,666,667.00 DA-E	EUR 2,666,667.00	27-Jun-2023	30-Jun-2023	Borrower	30-Jun-2023				