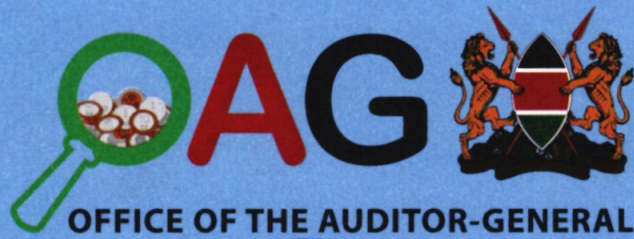
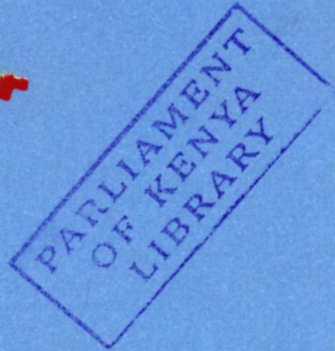


REPUBLIC OF KENYA



*Enhancing Accountability*



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 05 DEC 2024	DAY: Thursday
TABLED BY:	Hon. Kimani Ichung'uwa (Leader of the Majority Party)
CLERK AT THE TABLE:	Anastacia

**REPORT**

**OF**

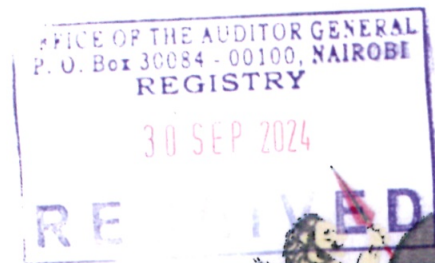
**THE AUDITOR-GENERAL**

**ON**

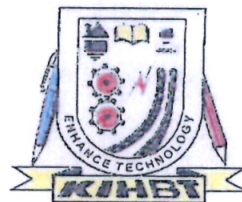
**EAST AFRICA SKILLS TRANSFORMATION  
AND REGIONAL INTEGRATION  
PROJECT IDA CREDIT NO.6334-KE'**

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

**STATE DEPARTMENT FOR ROADS**



**PROJECT NAME: EAST AFRICA SKILLS FOR TRANSFORMATION AND REGIONAL  
INTERGRATION PROJECT**



**Implementing Entity  
STATE DEPARTMENT OF ROADS  
Kenya Institute of Highways and Building Technology**

**CREDIT NUMBER -6334KE.**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2024**

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

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## 1. ACRONYMS AND GLOSSARY OF TERMS

AIE	Authority to Incur Expenditure
CBK	Central Bank of Kenya
DLI	Disbursement Link Indicators
DLR	Disbursement Link Result
EASTRIP	East Africa Skills Transformation and Regional Integration Project
EIA	Environmental Impact Assessment
ESAMI	Eastern and Southern African Management Institute
ICT	Information, Communication and Technology
IDA	International Development Agency
IPSAS	International Public Sector Accounting Standards
IUCEA	Inter University Council for East Africa
IVA	Independent Verification Agency
KIHBT	Kenya Institute of Highways and Building Technology
MDA	Ministries, Departments and Agencies
OSHA	Occupational Health and Safety Act
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
SDA	Special Deposit Account
SMART	Specific, Measurable, Achievable, Realistic and Time-bound
TVET	Technical and Vocational Educational Training
TVETA	Technical and Vocational Education and Training Authority
UNESCO	United Nations Educational, Scientific and Cultural Organization

## 2. PROJECT INFORMATION AND OVERALL PERFORMANCE

### 2.1 Name and Registered Office

**Name:** Kenya Institute of Highways and Building Technology (KIHBT)

The Project's official name is EAST AERICA SKILLS FOR TRANSFORMATION AND REGIONAL INTERGRATION PROJECT (EASTRIP)

#### Objective

The key objective of the project is to increase the access and improve the quality of TVET programs in selected regional flagship TVET institutes to support regional integration in East Africa.

**Address** The project headquarters offices is in Ngong County, Kenya.

The address of its registered office is:

Kenya Institute of Highways and Building Technology

P.O Box 57511-00200

Nairobi

The project also has offices/branches as follows:

Nairobi

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

Telephone: (254) (020)650291

E-mail [principal@kihbt.ac.ke](mailto:principal@kihbt.ac.ke):

Website: [www.kihbt.ac.ke](http://www.kihbt.ac.ke)

### 2.2 Project Information

<b>Project Start Date:</b>	The project start date is 18-12-2018
<b>Project End Date:</b>	The project end date is 31-12-2026
<b>Project Manager:</b>	The project manager is Arch. Geoffrey M. Githiri
<b>Project Sponsor:</b>	The project sponsor is The World Bank

## 2.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Education however, the Line Ministry/State Department of Infrastructure.
Project number	P163399
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <ul style="list-style-type: none"> <li>(i) Strengthening selected Regional Flagship TVT Institutes for high quality skills Development in priority sectors</li> <li>(ii) Creating national TVET enabling environments, and increasing access to training in the priority areas.</li> <li>(iii) Enhancing regional Integration through collaboration in TVET training and project implementation.</li> </ul>
Achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> <li>(i) Strengthening governance and management</li> <li>(ii) Institutionalizing industry links</li> <li>(iii) Developing market relevant competence-based training programmes</li> <li>(iv) Training of TVET managers and teachers/trainers</li> <li>(v) Upgrading of key training facilities and equipment</li> <li>(vi) Outreach and support for non-project TVET national institutes</li> </ul>
Other important background information of the project	<p>The project is to be supervised by Ministry of Education who will be the coordinators of the Implementation.</p> <p>Individual institutions will however be the implementing agencies with designated Dollar accounts at the treasury.</p>
Current situation that the project was formed to intervene	<p>The project was formed to intervene in the following areas:</p> <ul style="list-style-type: none"> <li>(i) Shortage in high quality specialized TVET skills particularly in Transport, Energy, Manufacturing, agro-processing, and ICT</li> <li>(ii) Limited access to specialized training in the priority areas</li> <li>(iii) Harmonization of skills in the priority areas across the region which will enhance flow of skilled labour across borders and catalyse regional integration.</li> </ul>
Project duration	The project started on 18 <sup>th</sup> December 2018 and is expected to run until 31 <sup>st</sup> December 2026 (Extended from December 2024)

## 2.4 Bankers

The following are the bankers for the current year:

- (i) Kenya Commercial Bank of Kenya (KCB) Ltd.  
A/C No. 1268775169, Karen, Nairobi
- (ii) Central Bank of Kenya (CBK)

## 2.5 Auditors

The project is audited by Office of the Auditor General

## 2.6 Roles and Responsibilities

List the different people who will be working on the project. This list would include the project manager and all the key stakeholders who will be involved with the project. Also, record their role, their positions, and their contact information.

Names	Title Designation	Key Qualification	Responsibilities
Eng. Maurice S. Nabende	Director KIHBT	<b>Academic</b> BSC Mechanical Engineering MSC–Project Planning and Management <b>Professional</b> Registered Mechanical Engineer	Project Leader
Arch. Geoffrey M. Githiri	Project Coordinator	<b>Academic</b> B. Architecture MA–Urban Management <b>Professional</b> Registered Architect	Coordination of project activities
Robert Ouko	Monitoring and Evaluation Officer	<b>Academic</b> BSC – Civil Engineering <b>Professional</b> Registered Engineer	Ensure timely progress reports for the project as well as collection of relevant data

JoanLinda Mwaniki	Industrial Liaison Officer (ILO)	<b>Academic</b> BSC–Civil Engineering	Coordinate Students and staff attachment, Training/ capacity building of staff, Formalization of relationships with the industry (MOUs), Stakeholders engagement
Patricia Mbariu Karamuta	Environmental and Social Safeguards Officer	<b>Academic</b> B. Landscape Arch MA – Environmental Policy & Management <b>Professional</b> Reg. NEMA Expert Practising L.Arch	Ensure that all aspects of the project addresses the issues related to Gender and environmental mainstreaming and community participation  Coordinate the project outreach activities
Josephine Kirumba	Procurement Officer	<b>Academic</b> Degree– Procurement and Contract	Ensure adherence of procurement laws and regulation in the implementation of the project
William Mosbei	Finance Officer	<b>Academic</b> Degree- Finance and Banking, CPA (K) <b>Professional</b> Registered ICPAK	Finance and accounting procedures are observed in the implementation of the project  Develop and maintain financial reports and ensure the documentation is accurate

## 2.7 Funding summary

The Project was for a duration of 5 years from 2018 to 2024 (Extended to 2026) with an approved budget of EUR 9,800,000 (donor currency) equivalent to KShs. 1,086,168,320 as highlighted in the table below:

Below is the funding summary:

Source of funds	Donor Commitment		Amount received to date – (30 <sup>th</sup> June, 2024)		Undrawn balance to date	
	EUR	KShs	EUR	KShs	EUR	KShs
	(A)	(A')	(B)	(B')	(A)-(B)	(A)-(B)
(i)						
(ii) Loan						
World Bank	9,280,000	1,086,168,320	5,328,281.80	663,692,329	3,951,718.20	422,475,991
<b>Total</b>	<b>9,280,000</b>	<b>1,086,168,320</b>	<b>5,328,281.80</b>	<b>663,692,329</b>	<b>3,951,718.20</b>	<b>422,475,991</b>

**Table B: Application of Funds**

Application of funds	Amount received to date – (30 <sup>th</sup> June 2024)		Cumulative Amount paid to date – (30 <sup>th</sup> June 2024)	Unutilised balance to date (30 <sup>th</sup> June 2024)	
	EUR	Kshs		Donor currency	Kshs
	(A)	(A')	(B')	(A)-(B)	(A')-(B')
(i) Loan					
World Bank	5,328,281.8	663,692,329	526,361,538	1,077,211.97	137,330,791
<b>Total</b>	<b>5,328,281.8</b>	<b>663,692,329</b>	<b>526,361,538</b>	<b>1,077,211.97</b>	<b>137,330,791</b>

## **PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)**

### **2.8 Summary of Overall Project Performance:**

- i) Budget performance against actual amounts for current year and for cumulative to-date
- ii) Physical progress based on outputs, outcomes and impacts since project commencement.
  - ✓ Strengthened Governance and Management
  - ✓ Institutionalized Industry Links
  - ✓ Developed market relevant competence-based training programmes.
- iii) Indicate the absorption rate for each year since the commencement of the project.
  - ✓ Year 1: zero absorption
  - ✓ Year 2: 0.49% absorption
  - ✓ Year 3: 5.2% absorption
  - ✓ Year 4: 31% absorption
  - ✓ Year 5 64% absorption
- iv) List of implementation challenges
  - ✓ COVID-19 Pandemic which affected the project in the following ways:
    - A lot of the activities involved travelling across regions locally and internationally and since there was limited movement as a result of country and international lockdowns, curfew and closure of borders, these activities could not be carried out as intended.
    - Limited congregations which affected training activities and meetings. This meant that activities which depended on these like training activities, forums and stakeholders' meetings could not be held. The Institute's limited ICT infrastructure also affected its ability to conduct such activities online.

- v) Delay in declaration of project effectiveness and Disbursement of project funds.
- The project was declared effective on 16<sup>th</sup> September 2019 which was way much later after the signing of Financing Agreement in 2018. This was because the Republic of Kenya had not achieved the effectiveness condition.
  - The EASTRIP funds were availed to our accounts on 14<sup>th</sup> April 2020. This was 3 months to the end of the 2019/2020 F/Y which is considered the 2<sup>nd</sup> year of project implementation.
- ✓ Unmatched Disbursement Link Indicators with project progress and funds disbursement
- The establishment of infrastructure is a determinant to the achievements of Disbursement Link Indicators (DLI) (e.g. enrolment of long term students which is a Disbursement Link Result (DLR)).
  - Infrastructure development occasions high absorption of funds.
  - The available reimbursable funds based on achieved Disbursement Link Indicators (DLI) cannot adequately support establishment of physical facilities and other planned project activities.
  - Disbursement based on Disbursement Link Indicators (DLI) achievement are insufficient in financing contractual commitments and will affect DLIs achievement.
- ✓ Variation on time from Verification to Disbursement of Funds.
- Independent Verification Agency (IVA) conducts verification in September (2 months after the end of a financial year)
  - However the verification report is released 6 months and disbursement is done almost 1 year later.
  - The delays in Verification reporting delays disbursement and this affects the flow of project activities.

## 2.9 Summary of Project Compliance

The project complied with all rules and regulations as per the agreement and relevant bodies.

### 3. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETERMINED OBJECTIVES

#### 3.1 Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The Project Development Objective under EASTRIP is to increase the access and improve the quality of TVET programs in the selected Regional Flagship TVET Institutes and to support regional integration in East Africa.

The project supports the development of highly specialised TVET programmes as well as industry-recognised short-term certificate level training. It will train technicians and provide training of teacher/trainers at the certificate level training, diploma and degree levels, targeting regional priority sectors in transport, energy, manufacturing and ICT.

The Project Development Objective will be achieved through complimentary interventions at three (3) different levels, including institutes, national and regional levels.

Some of the flagship TVET institutes in the project specifically contribute to climate change adaptation and mitigation through their focus on renewable energy. KenGen Geothermal Training Centre promotes the capacity building in renewable energy to accelerate geothermal, hydro, solar and wind energy development in the region. A range of practical and technical training in exploration, utilization and sustainability of renewable energy resources, care and maintenance of production equipment and other specialised course related in renewable energy development shall be offered, including a certificate in the renewable energy.

KIHBT in turn addresses issues related to skills development in the infrastructure sector, in particular roads sub-sector. This sector is associated with enormous energy consumption, environmental degradation and also pollution. It would therefore be one key role of the institution to not only build capacity to the stakeholders in the sector on how these can be mitigated, but also design sustainable interventions through its research section which can be shared with the industry. It can also advocate for green approaches in infrastructure develop in the course of executing its mandate. This would align its mandate with the global and National concerns of climate change.

The key development objectives of the project's agreement/plan are to:

- a) Strengthening governance and Management
- b) Institutionalizing industry links
- c) Developing market relevant competence-based training programmes
- d) Training of TVET managers and teachers/trainers
- e) Provision and upgrading of key training facilities and equipment
- f) Outreach and support for non-project national TVET institutes

### **3.2 Progress on 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-Bund (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator - DLIs	Performance
<b>East Africa Skills for Transformation and Regional Integration Project (EASTRIP)</b>	To strengthen the capacity of the Institute being a regional Flagship TVET institute, to produce high-quality skills for the regional sector markets in Highways Technology	<ol style="list-style-type: none"> <li>1. <b>Increasing access to TVET programs:</b> Student enrolment increased at the regional flagship TVET institute in programs aimed at meeting skills, needs of Highways sector.</li> <li>2. <b>Improving quality and relevance of TVET programs:</b> <ul style="list-style-type: none"> <li>- Enhancing linkages with the industry</li> <li>- Trainers with industrial experience</li> <li>- Graduates employed in occupations in the Highways sector six months after graduation</li> <li>- Demand driven programs</li> </ul> </li> </ol>	<ol style="list-style-type: none"> <li>1. Number of students enrolled at flagship TVET institute (by type of program, by gender and by Country of origin)</li> <li>2. Number of MOUs signed with Institutions and the Industry</li> <li>3. Number of teaching staff members who undergoes industrial attachment</li> <li>4. Graduate employment rates six months after graduation. (Tracer studies conducted)</li> <li>5. Number of demand-driven programs developed and accredited by National TVET accreditation agencies or certified by industries</li> <li>6. Number of qualifications developed that are bilaterally or</li> </ol>	<p>In FY 21/22 KIHBT cumulatively most of the DLIs were achieved in relation to the set target. This represented the Project's year 4 despite the fact that year 1 was lost due to late disbursement of funds.</p> <p><b>Achievements</b></p> <ol style="list-style-type: none"> <li>1. A total of 12,061 students have been trained in the priority area, of which 11,554 are in short while 507 are in long term programs. This was against a target of 11,392 for year 4, with 10,852 being short while 540 were to be of long programs.</li> <li>2. Of the students trained, 1,708 are female students, 1,593 in short term and 115 in long term cumulatively. This was against a target of 931 in short term and 146 in long term programs.</li> <li>3. 10 demand driven programs have been developed. 6 short term and 4 long term</li> </ol>

Project	Objective	Outcome	Indicator - DLIs	Performance
		<p>developed and accredited.</p> <p>3. <b>Supporting regional integration:</b> Qualification developed that are bilateral or regionally recognised</p>	<p>regionally recognized</p> <p>7. Number of regional students enrolled.</p>	<p>programs. This is against a target of 4 short and 4 long at the end of year 4.</p> <p>3. 5 No staff has undertaken exchanges in another country against a target of 4 by the end of year 4.</p> <p>4. 82 staff members have undergone industrial attachment against a target of 60 by end of year 4</p> <p>5. General graduate employment rate was 64% and 67% for female graduates. This is against a set target of 68 % for all graduates and 71% for female graduates by end of year 4.</p> <p>6. 10 MOUs signed, 6 with industry while 4 with institutions.</p> <p>7. 25 no. regional students were trained against a cumulative total of 110 at year 4 for short term programs. No long term students were trained against a target of 30.</p>

## **4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

### **4.1 Reporting**

EASTRIP as per its transformational agenda has been transforming lives not only of the key stakeholders, but beyond. Sustainability of its effect closely guides the Project's delivery and the implementation strategy. Below is a brief highlight of our activities that drive towards sustainability.

### **4.2 Sustainability Strategy and Profile**

The top management is presently endeavouring to ensure that the institution becomes a semi-autonomous Government Agency which will see it galvanized against any political trend which might affect its sustainability. This will also enable it to explore more ways in which it can increase its revenue hence ensuring economic sustainability as well.

To date through the support of the state department consultants have been appointed and carried out the necessary assessment, analysis and have forwarded the recommending report. The process is at the bill drafting stage.

As for Environmental and social sustainability, the EASTRIP project's strategic investment plan developed by KIHBT ensured that these areas came under the broader component of strengthening management and governance. This was for the environmental, social and gender sustainability issues to be part of the responsibility of the institution's top management. Since the project begun, there has been sustained progress in assuring environmental and social sustainability. The first deliverable in this was the development of a draft environmental and social policy, in which a key provision is a proposal to adapt international best practices on greening TVET, as provided for in the 'UNESCO-UNEVOC Greening TVET' initiative.

In addition, there has been formation of an institutional gender committee which was successfully inducted and has developed a gender action plan. The action plan is poised to capture gender considerations within various aspects of the institution, to make gains towards institutional gender equity.

### 4.3 Environmental performance

The project, through the guidance of the World Bank specialists have developed a draft environmental and social policy document which will be used as a guide in all of the KIHBT Campuses. The draft policy captures the following key provisions, roles and responsibilities of stakeholders in policy implementation.

Grievance redress mechanisms, greening KIHBT, EIA/EA procedures, public disclosure and participation, occupational health and safety, sensitisation and/or training on environmental and social issues, corporate social responsibility & community engagement, green buildings and infrastructure, e-waste management and pollution control, psychosocial and spiritual support, HIV/AIDS & COVID-19 awareness and interventions.

Notably, a grievance address register/logbook has been developed, printed and is in use.

### 4.4 Employee welfare

Employment to the institution is usually done by the public service commission who are guided by the existing Government policies pertaining to employment of civil servants. However, the institution continuously supports staff to upgrade their skills and academic qualifications as much as the available resources are available. Through the EASTRIP Project, several capacity building training programs have taken place targeting various cadres of employees all aimed at strengthening management and performance of teaching staff. Some of these training programs are mandatory for promotion in the service and so they assist the staff members to progress in their careers. Within the project's component on training of teachers and managers, the institution has been keen on ensuring gender equity in access to opportunities for training and/or capacity building.

Staff appraisal is done in accordance with the performance management process of the Government.

Where occupational health and safety is concerned, KIHBT is currently under the general Government policy and laws which govern workplace safety and compensation. (OSHA).

However, through the Project, the Institution has already initiated an occupational health and safety audit, after which the recommendations made shall gradually and progressively be implemented, in its campuses so as to become compliant to OSHA. This will also aid in generating an occupational health and safety policy specific to KIHBT, which will ensure workplace safety and enhance working conditions specific to what the Institution does.

#### **4.5 Market place practices**

KIHBT hereby outlines its efforts to:

##### **a) Responsible competition practice**

Under corporate social responsibility statement, we wish to state the following:

That the project coordinator has made available suggestion boxes at vintage points for staff and members of the public to make suggestions of any nature.

##### **b) Responsible Supply chain and supplier relations**

Procurable goods are by large procured at the market prevailing rates or Alternatives procurements methods applied in such acquisition to encourage fairness to suppliers.

##### **c) Responsible marketing and advertisement**

The necessary government procurement procedures have been adopted and the necessary marketing strategies have been laid down so as to be fair to both the buyer and the seller.

##### **d) Product stewardship**

Procurement of goods and services is done as per required government procedures hence fare competition. Upon delivery of goods or services, suppliers are paid promptly, avoiding any delays that may inconvenience suppliers.

#### 4.6 Community Engagements

The project recognized the need to involve the community in several ways so that it benefits them and has positive impact. This is achieved through ensuring that the materials used, especially for practical training and items procured are sourced from registered suppliers in the county. Awareness of the project has been made to the county administrators with an intention of creating a working relationship with the office of the Governor towards acceptability within the county, and also to open up opportunities of engagement with the community.

The project also supports educating the community through offering a highly subsidized beginners' ICT training to the youth in the community who graduate from secondary education at the Project Secretariat in Ngong town.

The Institute is also creating a sporting facility at Ngong Kibiku campus, which it will avail to the community for sporting purposes. In addition, the local community have been included as part of the grievance redress committee of the infrastructural sub-projects currently going on in the institute, especially those being financed through EASTRIP.

### 5. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Principal Secretary of the State Department for Roads and the Project Coordinator for East Africa Skills for Transformation and Regional Integration project (EASTRIP) are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year (period) ended on June 30, 2024.

This responsibility include:

- (i) Maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period;
- (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Project;
- (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud;
- (iv) Safeguarding the assets of the Project;
- (v) Selecting and applying appropriate accounting policies; and
- (vi) Making accounting estimates that are reasonable in the circumstances.

The Principal Secretary of the State Department for Roads and the Project Coordinator for EASTRIP project accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Principal Secretary of the State Department for Roads and the Project Coordinator for EASTRIP project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2023, and of the Project's financial position as at that date. The Principal Secretary of the State Department for Roads and the Project Coordinator for EASTRIP project further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The Principal Secretary of the State Department for Roads and the Project Coordinator for EASTRIP project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.


#### Approval of the Project financial statements

The Project financial statements were approved by the Principal Secretary of the State Department for Roads and the Project Coordinator for EASTRIP on 29<sup>th</sup> July 2023 and signed by them.



Principal Secretary

Eng. Joseph Mbugua CBS



Project Coordinator

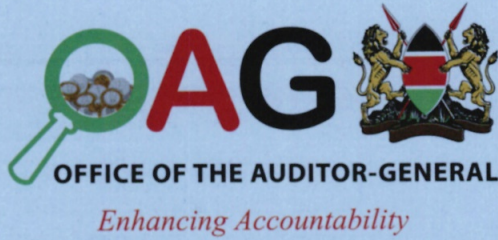
Arch. Geoffrey M. Githiri  
M.A.A. K



Project Accountant

CPA William K. Mosbei  
ICPAK Member Number 21148

# REPUBLIC OF KENYA



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

## REPORT OF THE AUDITOR-GENERAL ON EAST AFRICA SKILLS TRANSFORMATION AND REGIONAL INTEGRATION PROJECT IDA CREDIT NO.6334-KE FOR THE YEAR ENDED 30 JUNE, 2024 - STATE DEPARTMENT FOR ROADS

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### PREAMBLE

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

- A. Report on the 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 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 Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of East Africa Skills Transformation and Regional Integration Project set out on pages 1 to 19, which comprise the statement

of financial assets as at 30 June, 2024, and the statement of receipts and payments, 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 the East Africa Skills Transformation and Regional Integration Project as at 30 June, 2024, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Financing Agreement No.6334-KE dated 18 December, 2018 between the International Development Association (IDA) and the Republic of Kenya.

In addition, the special account 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 East Africa Skills Transformation and Regional Integration Project Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Emphasis of Matter**

#### **1. Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.300,000,000 and Kshs.295,660,796 respectively, resulting in an under-funding of Kshs.4,339,204 or 1% of the budget. Similarly, the Project spent Kshs.191,599,833 against actual receipts of Kshs.295,660,796 resulting to an under-utilization of Kshs.104,060,963 or 35% of actual receipts. Management attributed the under realization and under-expenditure mainly to lengthy approval of no objection from the donor.

The under-funding and under-utilization may have impacted negatively on service delivery to the public.

#### **2. Undrawn Loan Balance**

Section 2.7 of the annual report and financial statements indicates that the Project was to run for five (5) years from year 2018 to 2024 with approved budget Kshs.1,086,168,320

from the donor (World Bank). As at 30 June, 2024, the Project had drawn EUR 5,328,282 equivalent to Kshs.526,361,538 or 61% of the donor commitment for the five (5) years the Project has been in operation leaving an undrawn balance of Kshs.137,330,791 for the remaining one-year period. The absorption rate of the funds is slow, an indication that the Project may not be completed within the remaining period.

My opinion is not modified in respect of these matters.

### **Key Audit Matters**

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

### **Other Matter**

#### **Unresolved Prior Year Issues**

In the audit report of previous year, several issues were raised under Emphasis of Matter and Report on Lawfulness and Effectiveness in Use of Public Resources. However, the Project Management had not resolved the issues or given any explanations for failure to adhere to the provisions of the Public Sector Accounting Standards Board template.

### **Other Information**

The Project Management is responsible for the other information set out on pages viii to xviii which comprise of Project Information and Overall Performance, Statement of Performance Against Predetermined Objectives, Environmental and Sustainability of Services, 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 East Africa Skills Transformation and Regional Integration Project financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

### **Conclusion**

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

## **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, 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 matter 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**

#### **Failure to Update Fixed Assets Register**

Annex 2 to the financial statements reflects summary of fixed assets of historical cost of Kshs.157,129,295. However, review of the assets register revealed the Project assets were not tagged with unique identification numbers. This is contrary to Regulation 143 of the Public Finance Management (National Government) Regulations, 2015 which require the Accounting Officer to maintain a register of assets under his or her control or possession as prescribed by the relevant laws.

In the circumstances, the effectiveness of internal controls in place to safeguard the assets from loss, misuse or theft could not be confirmed.

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

As required by International Development Agency (IDA), 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 Project, so far as appears from the examination of those records; and,
- iii. The Project's financial statements are in agreement with the accounting records and returns.

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

### **Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 overall 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the 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 INTOSAI Framework of Professional Pronouncements (IFPP). The Framework requires 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 IFPP 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**

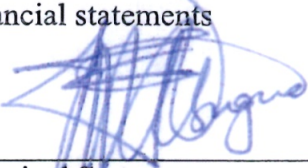
**Nairobi**

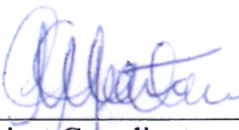
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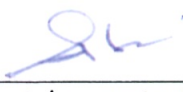
**7. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2024**

	Note	2023/2024		2022/2023		Cumulative to-date (From inception) KShs
		Receipts and payments controlled by the entity	Total	Receipts and payment controlled by the entity	Total	
		KShs		KShs		
<b>RECEIPTS</b>						
Loan from external development partners	1	295,660,796	-	171,248,965		663,692,329
<b>TOTAL RECEIPTS</b>		<b>295,660,796</b>	<b>-</b>	<b>171,248,965</b>		<b>663,692,329</b>
<b>PAYMENTS</b>						
Purchase of goods and services	2	127,501,974		99,734,939		347,022,428
Acquisition of assets	3	41,888,045		40,587,925		157,129,295
Compensation to employees	4	2,758,254		-		2,758,254
Other transfers/ payments	5	19,451,560		-		19,451,560
<b>TOTAL PAYMENTS</b>		<b>191,599,833</b>		<b>140,322,864</b>		<b>526,361,538</b>
<b>SURPLUS/ (DEFICIT)</b>		<b>104,060,963</b>		<b>30,886,101</b>		<b>137,330,791</b>

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

  
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 Principal Secretary  
 Eng. Joseph Mbugua CBS

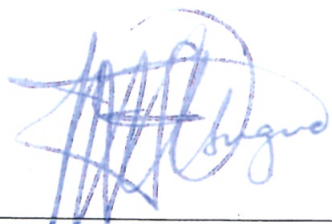
  
 \_\_\_\_\_  
 Project Coordinator  
 Arch. Geoffrey M. Githiri  
 M.A.A. K

  
 \_\_\_\_\_  
 Project Accountant  
 CPA William K. Mosbei  
 ICPAK Member Number 21148

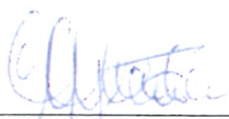
**8. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> JUNE 2024**

	Note	2023/2024	2022/2023
		KShs	KShs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	6	137,330,791	33,269,828
<b>Total Cash and Cash Equivalents</b>		<b>137,330,791</b>	<b>33,269,828</b>
<b>TOTAL FINANCIAL ASSETS</b>		<b>137,330,791</b>	<b>33,269,828</b>
<b>Represented By</b>			
Fund balance b/fwd.	7	33,269,828	2,383,727
Surplus/(Deficit) for the year		104,060,963	30,886,101
<b>NET FINANCIAL POSITION</b>		<b>137,330,791</b>	<b>33,269,828</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29<sup>th</sup> July, 2024 and signed by:



Principal Secretary  
 Eng. Joseph Mbugua CBS



Project Coordinator  
 Arch. Geoffrey M. Githiri  
 M.A.A. K



Project Accountant  
 CPA William K. Mosbei  
 ICPAK Member Number 21148

**9. STATEMENT OF CASHFLOW FOR THE PERIOD 30<sup>TH</sup> JUNE 2024**

		2023/2024	2022/2023
	Note	KShs	KShs
<b>Cashflow from Operating Activities</b>			
<b>Payments from operating activities</b>			
Purchase of goods and services	2	(127,501,974)	(99,734,939)
Compensation to employees	4	(2,758,254)	-
Other transfers /payments	5	(19,451,560)	-
<b>Net cash flow from operating activities</b>		<b>(149,711,788)</b>	<b>(99,734,939)</b>
<b>Cashflow from investing activities</b>			
Acquisition of Assets	3	(41,888,045)	(40,587,925)
<b>Net cash flows from investing activities</b>		<b>(41,888,045)</b>	<b>(40,587,925)</b>
<b>Cash flow from borrowing activities</b>			
Proceeds from Foreign Borrowings	1	295,660,796	171,208,965
<b>Net increase in cash and cash equivalents</b>		<b>104,060,963</b>	<b>30,886,101</b>
<b>Cash and cash equivalent at <i>beginning</i> of the year</b>	6	<b>33,269,828</b>	<b>2,383,727</b>
<b>Cash and cash equivalent at <i>end</i> of the year</b>	6	<b>137,330,791</b>	<b>33,269,828</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 29<sup>th</sup> July, 2024 and signed by:



Principal Secretary

Eng. Joseph Mbugua CBS



Project Coordinator

Arch. Geoffrey M. Githiri  
M.A.A. K



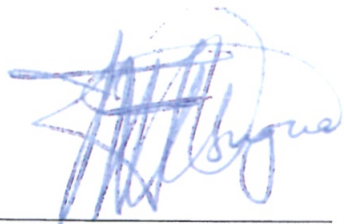
Project Accountant

CPA William K. Mosbei  
ICPAK Member Number 21148

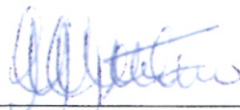
**10. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE  
 YEAR ENDED 30<sup>TH</sup> JUNE 2024**

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>Receipts</b>						
Proceeds from borrowings	300,000,000	-	300,000,000	295,660,796	4,339,204	98%
<b>Total Receipts</b>	<b>300,000,000</b>	<b>-</b>	<b>300,000,000</b>	<b>295,660,796</b>	<b>4,339,204</b>	<b>-</b>
<b>Payments</b>						
Purchase of goods and services	170,000,000		170,000,000	127,501,974	42,498,026	74%
Acquisition of assets	105,000,000		105,000,000	41,888,045	63,,111,955	41%
Compensation to employees	5,000,000		5,000,000	2,758,254	2,241,746	56%
Other grants and transfers	20,000,000		20,000,000	19,451,560	548,440	97%
<b>Total Payments</b>	<b>300,000,000</b>		<b>300,000,000</b>	<b>191,599,833</b>	<b>108,400,167</b>	
<b>Surplus or Deficit</b>						

Note: The significant budget utilization/performance differences in the last column are explained in Annex 2 to these financial statements.



Principal Secretary  
 Eng. Joseph Mbugua CBS



Project Coordinator  
 Arch. Geoffrey M. Githiri  
 M.A.A. K



Project Accountant  
 CPA William K. Mosbei  
 ICPAK Member Number 21148

## **11. Significant Accounting Policies**

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

### **a) Statement of compliance and basis of preparation**

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of accounting, as prescribed by the PSASB and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for a) receivables that include imprests and salary advances and b) payables that include deposits and retentions. The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

The accounting policies adopted have been consistently applied to all the years presented.

### **b) Reporting entity**

The financial statements are for the East Africa Skills for Transformation and Regional Integration Project (EASTRIP) under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012.

### **c) Reporting currency**

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

### **d) Recognition of receipts**

EASTRIP recognizes all receipts from various sources when an event occurs, and the related cash is received.

#### **i) Transfers from the Exchequer**

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

## 11.1 Significant Accounting Policies

### ii) External Assistance

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

### iii) Other receipts

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

### iv) Donations and grants

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

### v) Proceeds from borrowing.

Borrowing includes external loans acquired by the Project or any other debt the Project may take and will be treated on cash basis and recognized as a receipt during the year they were received.

### v) Undrawn external assistance

These are loans and grants at the reporting date specified in a binding agreement and relate to funding for the Project currently under development, where conditions have been satisfied, or their ongoing satisfaction is highly likely, and the project is anticipated to continue to completion. The funding summary analyzes the Project's undrawn external assistance.

### e) Recognition of payments

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

**i) Compensation to employees**

Salaries, wages, Allowances, and Statutory Contributions for employees are recognized when the compensation is paid.

**ii) Use of goods and services**

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

**iii) Interest on borrowing**

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

**iv) Repayment of borrowing (principal amount)**

Repayment of the principal amount of borrowing is recognized as payment in the period in which the repayment is made. The debt stock is disclosed as an annexure to the consolidated financial statements.

**v) Acquisition of fixed assets**

The payment on the acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items, respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as a receipt and as a payment. A fixed asset register is maintained by each public entity, and a summary is provided for consolidation purposes. This summary is disclosed as an annexure to the consolidated financial statements.

**f) In-kind donations**

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

**g) Cash and cash equivalents**

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

**h) Restriction on cash**

Restricted cash represents amounts that are limited/restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third part deposits.

**i) Imprests and Advances**

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

**j) Contingent Liabilities**

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:
  - i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or

ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public-Private Partnerships,

The Entity 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.

k) **Contingent Assets**

(The Entity) 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 (the Entity) 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.

l) **Pending bills**

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance.' When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

m) **Budget**

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

recognised as inter-entity transfers and are eliminated upon consolidation. A high-level assessment of the Project's actual performance against the comparable budget for the financial year/period under review has been included in an annex to these financial statements.

n) **Third-party payments**

Included in the receipts and payments, are payments made on its behalf by to third parties in form of loans and grants. These payments do not constitute cash receipts and payments and are disclosed in the payment to third parties' column in the statement of receipts and payments.

o) **Exchange rate differences**

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

p) **Comparative figures**

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

q) **Subsequent events**

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

r) **Prior period adjustments**

Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). Explanations and details of these prior period adjustments are presented in note form of these financial statements.

## 12. NOTES TO THE FINANCIAL STATEMENTS

### 1. LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

During the financial period to 30 June 2024, we received funding from development partners in the form of loans negotiated by the National Treasury, as detailed in the table below:

Name of Donor	Date received	Amount in loan currency	Loans received in cash	Total amount in KShs		Cumulative to date
		(EUR)	KShs	2023/ 2024	2022/2023	
<b>Loans Received from Multilateral Donors (International Organizations)</b>						
World Bank(IDA)	14/04/2020	1,802,658.68	196,822,567	-	-	196,822,567
World Bank(IDA)	12/07/2022	863,222.03	104,764,078	-	104,764,078	301,586,645
World Bank(IDA)	08/08/2022	565,906.63	66,444,888	-	66,444,887	368,031,533
World Bank(IDA)	08/11/2024	1,274,171.88	199,367,226	199,367,226	-	567,398,759
World Bank(IDA)	24/06/2024	822,321.38	96,293,570	96,293,570	-	663,692,329
<b>Total</b>		<b>5,328,285.8</b>	<b>663,692,329</b>	<b>295,660,796</b>	<b>171,208,966</b>	

During the 12 months to 30<sup>th</sup> June, 2024 we received funds from development partners in form of loans.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. PURCHASE OF GOODS AND SERVICES

	2023/2024			2022/2023	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	
	KShs	KShs	KShs	KShs	KShs
Utilities, supplies and services	14,654,709	-	14,654,709	6,983,098	32,199,356
Consultancy	4,028,700	-	4,028,700	5,186,203	9,214,903
Communication supplies and services	1,354,333		1,354,333	-	1,354,333
Domestic travel and subsistence	37,953,515	-	37,953,515	23,113,125	78,353,034
Training payments	50,826,527	-	50,826,527	58,942,915	146,631,965
Other operating payments	5,065,590	-	5,065,590	5,509,598	65,650,237
Foreign travel	3,624,101	-	3,624,101	-	3,624,101
Hospitality	9,994,500	-	9,994,500	-	9,994,500
<b>Total</b>	<b>127,501,974</b>	<b>-</b>	<b>127,501,974</b>	<b>99,734,939</b>	<b>347,022,429</b>

### 3 ACQUISITION OF NON-FINANCIAL ASSETS

	2023/2024			2022/2023	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	
	KShs	KShs	KShs	KShs	KShs
Purchase of office furniture and ICT equipment	17,443,660	-	17,443,660	2,511,700	25,544,685
Overall & Refurbishment of construction & civil works	24,444,385		24,444,385	8,833,703	33,278,089
Purchase of specialized plant, equipment and Machinery	-	-	-	29,242,522	98,306,521
<b>Total</b>	<b>41,888,045</b>	<b>-</b>	<b>41,888,045</b>	<b>40,587,925</b>	<b>157,129,295</b>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. COMPENSATION TO EMPLOYEES

Description	2023/2024			2022/2023	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Basic wages of temporary employees	2,345,129	-	2,345,129	-	2,345,129
Compulsory national social security schemes	133,146	-	133,146	-	133,146
Compulsory national health insurance schemes	71,150	-	71,150	-	71,150
Commissioner of domestic taxes-(PAYE)	208,829	-	208,829	-	208,829
<b>Total</b>	<b>2,758,254</b>		<b>2,758,254</b>		<b>2,758,254</b>

5. OTHER GRANTS, TRANSFERS, AND PAYMENTS

Description	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>Others –Student Scholarship- Nairobi</i>	9,514,760	-	9,514,760	9,514,760	9,514,760
- <i>KISII</i>	9,936,800		9,936,800	9,936,800	9,936,800
<b>Total</b>	<b>19,451,560</b>	<b>-</b>	<b>19,451,560</b>	<b>19,451,560</b>	<b>19,451,560</b>

**6. CASH AND CASH EQUIVALENTS**

	2023/2024	2022/2023
	KShs	KShs
Bank accounts (Note 6A)	137,330,791.00	33,269,828.00
<b>Total</b>	<b><u>137,330,791.00</u></b>	<b><u>33,269,828.00</u></b>

The project has one number of project accounts spread within the project implementation area and onenumber of foreign currency designated accounts managed by the National Treasury as listed below:

**6. A BANK ACCOUNTS**

**Project Bank Accounts**

	2023/2024	2022/2023
	KShs	KShs
Kenya Commercial Bank [A/c No 1268775169]	137,330,791	33,269,828
<b>Total bank account balances</b>	<b><u>137,330,791</u></b>	<b><u>33,269,828</u></b>

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

**Special Deposit Accounts**

The balances in the Project's Special Deposit Account(s) as at 30<sup>th</sup> June, 2024 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

**Special Deposit Accounts Movement Schedule**

	2023/2024	2022/2023
	KShs	KShs
<b>(i) A/C Name [A/c No.1000429418]</b>		
Opening balance	33,269,829	2,383,727
Total amount deposited in the account	295,660,796	368,031,352
Total amount withdrawn (as per Statement of Receipts & Payments)	(663,692,329)	(368,031,532)
<b>Closing balance (as per SDA bank account reconciliation attached)</b>		<b>=</b>

The Special Deposit Account(s) reconciliation statement(s) has (have) been attached as *Appendix 3* support these closing balances.

7

Description	Current 2023/2024	Comparative 2022/2023
	Kshs	Kshs
Bank accounts	137,330,791	33,269,829
<b>Total</b>	<b>137,330,791</b>	<b>33,269,829</b>

*East Africa Skills for Transformation and Regional Integration Project (EASTRIP)  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**13. ANNEXES**

**ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS**

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
<b>Receipts</b>					
Proceeds from borrowings	300,000,000	295,660,796	4,339,204	98%	
<b>Total Receipts</b>	<b>300,000,000</b>	295,660,796	4,339,204		
<b>Payments</b>					
Purchase of goods and services	170,000,000	127,501,974	42,498,026	74%	
Acquisition of assets	105,000,000	41,888,045	63,111,955	41%	
Compensation to employees	5,000,000	2,758,254	241,746	56%	
Other grants and transfers	20,000,000	19,451,560	2,548,440	97%	
<b>Total payments</b>	<b>300,000,000</b>	<b>191,599,833</b>	<b>108,400,167</b>		

*East Africa Skills for Transformation and Regional Integration Project (EASTRIP)  
Annual Report and Financial Statements for the financial year ended June 30, 2024*

**ANNEX 2– SUMMARY OF FIXED ASSETS REGISTER**

<b>Asset Class</b>	<b>Opening Cost (KShs) 2023/2024</b>	<b>*Purchases/ Additions in the Year (KShs) 2023/2024</b>	<b>**Disposals in the Year (KShs) 2023/2024</b>	<b>Transfers in/(out)K Shs 2023/2024</b>	<b>Closing Cost (KShs) 2023/2024</b>
	<b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(e)= (a)+ (b)+c)- (d)+(-)d</b>
Buildings and structures	8,833,704	24,444,385	-	-	33,278,089
Office equipment, furniture, ICT and fittings	8,101,025	17,443,660	-	-	25,544,685
Other Machinery and Equipment	98,306,521	-	-	-	98,306,521
<b>Total</b>	<b>115,241,250</b>	<b>41,888,045</b>	<b>-</b>	<b>-</b>	<b>157,129,295</b>

*Xxxxx Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2023*

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**Annex 8: Other Support Documents** Bank Reconciliations statement as at 30<sup>th</sup> June 2024

- i. Bank reconciliation statement as at 30<sup>th</sup> June, 2024
- ii. Special Deposit Account(s) reconciliation statement(s)
- iii. Trial balance as at 30<sup>th</sup> June 2024

**REPUBLIC OF KENYA**  
**KIHBT-EASTRIP PROJECT**  
**BANK RECONCILIATION**

AS AT 30TH JUNE 2024

PARTICULARS	Amount Ksh
Balance as per bank certificate .....	160,187,309.6
(less)	
1. Payment in Cash Book not yet recorded in Bank	-
2. Receipts in Bank Statement not in Cash Book	(22,856,518.6)
Add	
3. Payments in Bank Statement not in Cash Book	-
4. Receipts in Cash Book not in Bank	-
Balance as per Cash Book...	137,330,791.0

BANK RECONCILIATION PREPARED BY GLORIA ..... SIGNATURE 

I certify that I have verified Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct

Signature 

Date 30.06.2024

For: PROJECT CO-ORDINATOR - KIHBT EASTRIP

**PAYMENT IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)**

DATE	MODE OF PAYMENT	Amount Ksh
		-
<b>TOTAL</b>		-

<b>KIMBT EASTRIP</b>			
<b>PAYMENT IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)</b>			
<b>AS AT 30TH JUNE 2024</b>			
<b>AS AT 30TH JUNE 2024</b>	<b>MODE</b>	<b>Particulars</b>	<b>KSHS.</b>
10-Jun	CHQ.000215	NHIF	8,300.00
10-Jun	CHQ.000216	Commissioner of Domestic Taxes	30,532.00
10-Jun	CHQ.000217	NSSF	19,440.00
28-Jun	CHQ.000220	Kenvic Agencies Ltd	190,311.00
28-Jun	CHQ.000221	Curecu Enterprises	645,240.00
28-Jun	CHQ.000222	Bizventor Traders	288,931.00
28-Jun	CHQ.000224	Javoga Enterprises	608,745.00
28-Jun	CHQ.000225	Koro Sole Gen. Suppy	569,135.00
28-Jun	CHQ.000226	The Government Advertising Agencies	936,607.00
28-Jun	CHQ.000227	Astorian Grand Hotel	910,035.00
28-Jun	CHQ.000228	David Macharia	46,200.00
28-Jun	CHQ.000229	NHIF	8,000.00
28-Jun	CHQ.000230	Commissioner of Domestic Taxes	20,548.96
28-Jun	CHQ.000231	NSSF	19,298.94
28-Jun	CHQ.000232	Empolos Hotel	240,776.00
29-Jun	EFT.275	FairView Technologies	6,898,966.00
29-Jun	EFT.276	BestGear Technologies	8,069,490.00
29-Jun	EFT.277	Irenji Investments	2,174,452.00
29-Jun	CHQ.000233	KRA	628,630.70
29-Jun	CHQ.000234	XRX Technologies Ltd	542,880.00
<b>TOTAL</b>			<b>22,856,518.60</b>

**BANK CHARGES FOR THE MONTH OF MARCH 2024**

**AS AT 30TH JUNE 2024**

	52.00
	90.00
	600.00
	270.00
	1,800.00
	19.80
	132.00
	26.00
	9.90
	66.00
	22.50
	150.00
	15.00
	100.00
	202.50
	1,350.00
	26.00
	9.90
	66.00
	30.00
	200.00
	180.00
	1,200.00
	74.00
	29.70
	198.00
	172.50
	57.50
	11.00
	202.50
	1,350.00
	45.00
	300.00
	5.00
	33.00
	11.00
	5.00
	33.00
	<b>9,144.80</b>

1218 CA 41 BRANCHES  
CERTIFICATE OF BALANCE

KCB Bank Limited  
(Incorporated in Kenya)

CERT2418600170

KCB KAREN                      04 JUL 2024  
.....

Certified that the balance at the      CREDIT      Of KIHBT-EASTRIP PROJECT  
.....

A/C 1268775169  
.....

at the close of business on    30 JUN 2024    Was KES  
.....

ONE HUNDRED AND SIXTY MILLION ONE HUNDRED AND EIGHTY SEVEN THOUSAND THREE HUNDRED AND NINE CENTS SIXTY EIG  
.....

KES 160,187,309.68  
**For: KCB BANK KENYA LTD.**

Examined by *[Signature]* Manager Service Quality & Compliance  
.....  
**KAREN NAIROBI**.....

Manager Service Quality & Compliance      Branch Manager

*[Signature]*  
Branch Manager

(C)

**EAST AFRICA SKILLS FOR TRANSFORMATION & REGIONAL INTEGRATION PROJECT  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2024**

**Credit No.: IDA LOAN CREDIT NO.63340-KE (DA-H)**

**Bank Account No.: 1000429418 Held with Central Bank of Kenya**

	NOTES	AMOUNT EURO	AMOUNT EURO
1	Amount advanced by IDA		1,802,658.68
	Less:		
2	Total amount documented		1,429,133.66
3	Outstanding amount to be documented		<b>373,525.02</b>
	Represented by:		
4	Ending Special account Balance as at 30 June 2024		127,316.58
5	Amounts claimed but not credited as at 30 June 2024		-
6	Amounts withdrawn and not claimed		246,208.44
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 2024		<b>373,525.02</b>

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

The amount appearing on line 6 is eligible for financing by World Bank and shall be documented in subsequent IFRs

*[Signature]*  
**AUTHORISED REPRESENTATIVE  
 RESOURCE MOBILISATION DEPARTMENT  
 THE NATIONAL TREASURY**

**DATE: 02-08-2024**

**SPECIAL ACCOUNT STATEMENT**

For period ending **30th JUNE, 2024**  
Account No. **1000429418**  
Depository Bank **CENTRAL BANK OF KENYA**  
Address **CBK**  
Related Loan **EASKILLS TRANSFOR. REG.INT.-KIHBT**  
Credit Agreement  
Currency **EUR**

**Part A - Account Activity**

Beginning balance of 1st July, 2023  
as per C.B.K. Ledger Account 0.00

**Add:**

Total Amount deposited by World Bank 2,096,483.46

Total Interest earnings if deposited in account

Total amount refunded to cover ineligible  
expenditure

**Deduct:**

Total amount withdrawn 1,969,166.88

Total service charges if not included above in  
amount withdrawn

Ending balance on 30th June, 2024 127,316.58

**AUTHORISED REPRESENTATIVE  
CENTRAL BANK OF KENYA**

SIGNATURE: 

DATE

01-08-2024

**AUTHORISED REPRESENTATIVE  
EXTERNAL RESOURCES  
DEPARTMENT-TREASURY**

SIGNATURE: 

DATE

02-08-2024

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2024 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

Results 1 - 4 of 4

Run Date: 09/07/2024  
CENTRAL BANK OF KENYA  
BANKI KUU YA KENYA  
P.O.BOX 60000-0200  
NAIROBI

Run Time: 16:00:57

STATEMENT OF ACCOUNT

PAGE NO : 1

ACCOUNT NUMBER : 1000429418

ACCOUNT TITLE : EASKILLS TRANSFOR. REG.INT.-KIHBT  
30/06/2024

STATEMENT PERIOD: From 01/07/2023 To

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE	
OPENING BAL :			0.00			
NO.	Value Date	Referance.No	Details	Debit	Credit	Balance
1	11/09/2023	FT232541V7T2	FUNDING		0.00 1,274,166.88	1274166.88
2	26/09/2023	FT23269DTHDV	PA 131627	-1,274,166.88	0.00	0
3	21/05/2024	FT24142C7N75	PROJECT FUNDING		0.00 822,316.58	822316.58
4	12/06/2024	FT241642Q9WN	PA131684	-695,000.00	0.00	127316.58

CLOSING BALANCE : 127316.58

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

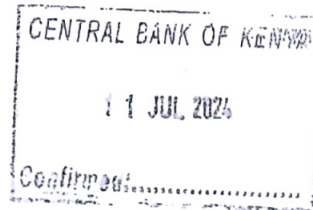
[More Options](#)

[Find](#)

[Clear Selection](#)

Account equals ✓ 1000429418  
Statement From equals ✓ 20230701  
Statement To equals ✓ 120240630

TAM.E.STMT.OF.ACCT.EPRM





Loan: IDA 63340 (IDA - IDA Credit) | Status: Disbursing and Repaying | Country: Kenya |

Project: P163399 - East Africa Skills for Transformation and Regional Integration Project (EASTRIP)

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

### Designated Account Detail- DA-H

#### Account Details

Account Holder	EAST AFRICA SKILLS TRANSFORMATION A	DA Currency	EUR
Account Holder's Bank	CENTRAL BANK OF KENYA HAILE SELASSIE AVENUE NAIROBI Swift: CBKEKENXXX	Current Authorized Allocation	2,784,000.00
Account Number	1000429418	Hide	Associated Categories 1 (C) - (SCHEDULED DISBUR. KIHBT)
Intermediary Bank	STANDARD CHARTERED BANK 1 BASINGHALL AVENUE LONDON Swift: SCBLGB2LXXX		Other Financing Sources

#### Transaction Details

Currency (EUR) View Transaction List

Total Deposits Less Refunds	1,802,658.68
Documented	1,429,133.66
Outstanding Balance	373,525.02
Waived Documentation Amount	0.00
Transaction in Process	0.00

#### Loans with Inactive Advances

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.

If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.

To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.



**Loan:** IDA 63340 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya |

**Project:** P163399 - East Africa Skills for Transformation and Regional Integration Project (EASTRIP)

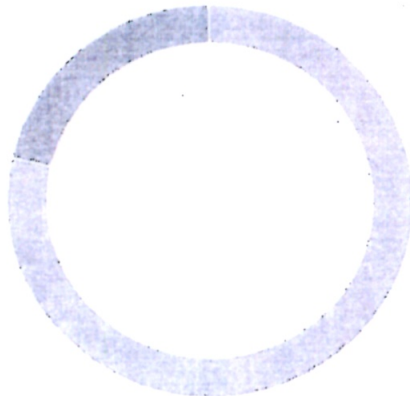
[Loan Overview](#) | [Disbursements](#) | [History](#) | [Repayments](#) | [Amortization Schedule](#) | [Audit Submission](#) | [Disbursen](#)

**Important Dates**

Approval	Signing	Commitment Charges Start Date	Effective	First Repayment	Closing	Application Deadline	Last Repayment
30-Oct-2018	18-Dec-2018	16-Feb-2019	16-Sep-2019	15-Apr-2024	31-Dec-2026	30-Apr-2027	15-Oct-2048

Currency of Commitment : EUR

Show amounts in EUR



**Loan Information (EUR)**

Signed Amount	51,500,000.00
Cancelled	0.00
Disbursed	40,512,328.00
Undisbursed	10,987,671.90
Special Commitments	0.00
Funds Available	10,987,671.90

**Funds Available (EUR)**

Withdrawal Applications	0.00
Special Commitment Issuance Applications	0.00
<b>Estimated Funds Available</b>	<b>10,987,671.90</b>

Last Bill, IDA 63340, due on 15-Apr-2024

Borrower: The National Treasury and Planning

Date Payable	Currency	Amount Payable
15-Apr-2024	EUR	1,059,700.53

<b>8,600,000.00</b>	
<b>Retroactive Available</b>	
Retroactive Limit	8,600,000.00
Retroactive Disbursed	0.00
Period of Retroactivity	18-Dec-2017 to 17-Dec-2018

39,662,578.04  
**Principal Outstanding**

1.35 %  
**Total Charges**

0.00 %  
**Net Commitment Fee**

8/5/24, 11:03 AM

eBusiness

Disbursed	40,512,328.04	Service Charge	1.35 %	Commitment Fee	0.50 %
Repaid	849,750.00	Waiver	0.00 %	Waiver	0.00 %
Prepaid	0.00	Interest Waiver Status	Ineligible		
Regular Repayments	849,750.00	Rate Reset Date	18-Dec-2018		
USD Equivalents					
Original Approved Amount					60,000,000.00
Current Undisbursed					11,892,506.75
Historical Disbursed					43,573,894.14

Reference Information

Lending Instrument :	IPF - Investment Project Financing		
Loan Type :	IDA - IDA Credit		
Borrower of Record :	The National Treasury and Planning		
Guarantor :	Kenya	Maturity Type :	IDA5_30
Loan Term :	30 Years	Maturity Profile :	STANDARD
Grace Period :	5 Years		

Loans with Inactive Advances

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.

If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.

To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.

**Loan:** IDA 63340 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya

**Project:** P163399 - East Africa Skills for Transformation and Regional Integration Project (EASTRIP)

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

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

**Withdrawal Applications**

**Disbursement Milestone**

<b>Loan Approval Date</b> 30-Oct-2018	<b>Loan Signing Date</b> 18-Dec-2018	<b>Loan Made Effective</b> 16-Sep-2019	<b>Authorized Signatories Submitted to WB</b> 09-Mar-2023	<b>Authorized Signatories Approved</b> 09-Mar-2023	<b>Loan is Ready for Disbursing Online</b> 05-Aug-2024
--	---	---	--	---	---

[Submit Withdrawal Application](#)

Showing results 1 - 10 of 31 entries

**Transaction List**

Filter by [DA-H](#) | [Paid Summary](#) | [Value Date](#)

Borrower Reference	Application				Paid		Date received	Value Date	Logged by	Last Updated	
	Type	Status	Ccy	Amount	Category Summary	Ccy					Amount
KIHBT WA009	DA-H	Completed	EUR	0.00	1 (C)	EUR	0.00	30-Jun-2022	06-Jul-2022	Borrower	06-Jul-2022
KIHBT WA 001	DA-H	Completed	EUR	1,802,658.68	DA-H	EUR	1,802,658.68	06-Feb-2020	12-Feb-2020	Borrower	12-Feb-2020

**Loans with Inactive Advances**

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.  
 If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.  
 To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.

Loan: IDA 63340 (IDA - IDA Credit) | Status: Disbursing and Repaying | Country: Kenya

Project: P163399 - East Africa Skills for Transformation and Regional Integration Project (EASTRIP)

- Loan Overview
- Disbursements
- History
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- Amortization Schedule
- Audit Submission
- Disbursement
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- Beneficiaries
- Contracts
- Designated/UN Accounts
- Category Schedule

### Withdrawal Applications

#### Disbursement Milestone

Loan Approval Date 30-Oct-2018	Loan Signing Date 18-Dec-2018	Loan Made Effective 16-Sep-2019	Authorized Signatories Submitted to WB 09-Mar-2023	Authorized Signatories Approved 09-Mar-2023	Loan is Ready for Disbursing Online 05-Aug-2024
-----------------------------------	----------------------------------	------------------------------------	---	--	--

Submit Withdrawal Application

Showing results 1 - 10 of 30 entries

### Transaction List

Search

Filter by DA-H Documented Data Value Date

Borrower Reference	Application Type	Status	Application			Paid		Date received	Value Date	Logged by	Last Updated
			Ccy	Amount	Category Summary	Ccy	Amount				
KIHBT WA009	DA-H	Completed	EUR	1,429,133.66	1 (C)	EUR	1,429,133.66	30-Jun-2022	06-Jul-2022	Borrower	06-Jul-2022

### Loans with Inactive Advances

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.

If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.

To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.

**EAST AFRICA SKILLS FOR TRANSFORMATION & REGIONAL INTEGRATION PROJECT  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2023**

Credit No.: IDA LOAN CREDIT NO.63340-KE (DA-H)

Bank Account No.: 1000429418 Held with Central Bank of Kenya

	NOTES	AMOUNT EURO	AMOUNT EURO
			1,802,658.68
1	Amount advanced by IDA		
	Less:		1,429,133.66
2	Total amount documented		373,525.02
3	Outstanding amount to be documented		
	Represented by:		-
4	Ending Special account Balance as at 30 June 2023		-
5	Amounts claimed but not credited as at 30 June 2023		373,525.02
6	Amounts withdrawn and not claimed		-
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 2023		373,525.02

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

The amount appearing on line 6 is eligible for financing by World Bank and shall be documented in subsequent IFRs

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

**DATE:**

<b>EASTRIP TRIAL BALANCE -FYL YEAR 2023/2024</b>		
1/7/2023	<b>Balance B/F</b>	<b>33,269,829.00</b>
	<b>Reciepts</b>	<b>295,660,796.00</b>
	<b>EXPENDITURE</b>	
	Domestic Travel	37,953,515.00
	Training	50,826,527.00
	Utilities	14,654,709.00
	Acquisition of Assets	24,444,385.00
	Hospitality	9,994,500.00
	Consultancy	4,028,700.00
	Operating Costs	5,065,590.00
	Salaries	2,758,254.00
	Transfers	19,451,560.00
	Refurbishment of Construction	17,443,660.00
	Communication ,Supplies and Service	1,354,333.00
	Foreign Travel	3,624,101.00
30/6/2024	Balance carried down	137,330,791.00
	<b>Total</b>	<b>328,930,625.00</b>
		<b>328,930,625.00</b>