

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 18 JUN 2025

DAY:
WED.

OF

TABLED
BY:

HON. NAOMI WAPO, MP
DEP MAJORITY PARTI WHIP.

CLERK AT

M. MERCY CHUMO.

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

**HORN OF AFRICA GROUNDWATER FOR
RESILIENCE PROJECT (IDA CREDIT
NO. 7082-KE, PROJECT ID P174867)**

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

**STATE DEPARTMENT FOR WATER AND
SANITATION**



PROJECT NAME: HORN OF AFRICA - GROUNDWATER FOR RESILIENCE PROJECT

IMPLEMENTING ENTITY: MINISTRY OF WATER, SANITATION AND IRRIGATION

STATE DEPARTMENT FOR WATER AND SANITATION.

PROJECT GRANT/CREDIT NUMBER: 7082-KE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2024

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

Table Contents

Page

1. Acronyms and Definition of Terms.....	ii
2. Project Information and Overall Performance.....	iv
3. Statement of Performance against Project’s Predetermined Objectives.....	xi
4. Environmental and Sustainability Reporting.....	xiii
5. Statement of Project Management Responsibilities	xv
6. Report of the Independent Auditor on Financial Statements for Horn of Africa Groundwater for resilience Project.....	xvii
7. Statement of Receipts and Payments for the Year Ended 30th June 2024.....	1
8. Statement of Financial Assets and Liabilities as at 30 th June 2024.....	2
9. Statement of Cash flows for the year ended 30 th June 2024.....	3
10. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 th June 24.....	4
11. Significant Accounting Policies	5
12. Notes to the Financial Statements.....	12
13. Annexes	21

1. Acronyms and Definition of Terms

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
MOWSI	Ministry of Water Sanitation & Irrigation
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
WRA	Water Resource Authority
WSTF	Water Sector Trust Fund
HOAGW4RP	Horn of Africa Groundwater for Resilience Project
PCU	Project Coordination Unit
CPAK	Certified Public Accountant of Kenya
BSC	Bachelor of Science
NEMA	National Environment Authority
CSR	Corporate Social Responsibility
O & M	Operation & Management
ESMF	Environmental Social Management Framework
RPF	Resettlement Policy Framework
NEDI	North Eastern Development Initiative.
CIPS	Chartered Institute of Purchasing and Supplies
Comparative FY	Financial year preceding the current financial year.

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 to increase the sustainable access and management of groundwater in the Horn of Africa borderlands

Address: The project headquarters offices are.

MAJI House

Nairobi,

Nairobi County, Kenya.

The address of its registered office is.

Ministry of Water, Sanitation and Irrigation

P.O. Box 49720-00100

Nairobi.

Contacts: The following are the project contacts

Telegram: MAJI Nairobi.

Telephone: +254202716103

E-mail: ps@water.go.ke

Website: www.water.go.ke

Project information and overall performance (continued)

2.2 Project Information

Project Start Date:	The project start date is March 2023
Project End Date:	The project end date is Dec 2028
Project Manager:	The Project Coordinator is Okoth Owuor
Project Sponsor:	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 Water, Sanitation and Irrigation
Project ID	P174867
Strategic goals of the project	Delivering inclusive groundwater services to priority areas & Generating groundwater information and strengthening regional and national groundwater institutions
Achievement of strategic goals	Rehabilitation of 400 boreholes and strengthening of O&M, review of groundwater management and development strategy, rules and regulations, review of national groundwater management and development policy and strategy, review transboundary policy and corporation framework and preparation of drought preparedness plans in NEDI counties.
Other important background information of the project	The programme will have 4 components which includes: <ul style="list-style-type: none"> - Delivering inclusive groundwater services to priority areas - Generating groundwater information and strengthening regional and national groundwater institutions - Project Management component - Emergency contingency response component

Current situation that the project was formed to intervene	The main Project development objective is to increase the sustainable access and management of groundwater in the Horn of Africa borderlands
Project duration	The project started in March 2023 and is expected to run until December 2028

2.4 Bankers

The following are the bankers for the current year:

i) Special purpose accounts at Central Bank

Designated Account C (DA-C) MoWSI
Central Bank of Kenya
Nairobi.

ii) Commercial Banks

HORN OF AFRICA- GROUNDWATER
Kenya Commercial Bank
Capital Hill

iii) Central Bank

CENTRAL BANK OF KENYA
Nairobi

Project Information and Overall Performance (Continued)

2.5 Independent Auditor

The project is audited by the;
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084-00100
NAIROBI, KENYA

2.6 Roles and Responsibilities

The team is composed of the Project Coordinator, Accountant, Chain Supply Officer, M&E support person and supported by administrative staff.

Names	Title designation	Key qualification	Responsibilities
Julius Korir,CBS	Principal Secretary	BSc Agriculture Economics.	Accounting Officer
Okoth Owuor	Project Coordinator	BSc (Geology) MSc (Hydrogeology, Engineering Geology and Environmental Management), PhD (Hydrology)	Coordinate implementation of approved project activities.
Elizabeth Ouma	M& E Safeguard support officer	B.Ed. science MBA, corporate strategy and economic policy	Support M& E, ESMF and RPF Coordination.
Eric Adoyo	Accountant	B. Com (Finance) CPA(K)	Processing of payments and preparing financial reports.
Calvince Ouma	Procurement and logistic officer.	BSc. Procurement & Contract Management. - CIPS	Support procurement and logistic.

2.7 Funding summary

The Project is for duration of 5 years from 2023 to 2028 with an approved budget of Euro 121.7 Million (donor currency) equivalent to Kshs5,346,600,000 as highlighted in the table below;

Below is the funding summary:

A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date (30/06/2024)		Undrawn balance to date (30/06/2024)	
	<i>Donor currency (Euros)</i>	<i>Kshs</i>	<i>Donor currency (Euros)</i>	<i>Kshs</i>	<i>Donor currency (Euro)</i>	<i>Kshs</i>
	<i>(A)</i>	<i>(A')</i>	<i>(B)</i>	<i>(B')</i>	<i>(A)-(B)</i>	<i>(A')-(B')</i>
(i) Loan						
World Bank	121,700,000	15,346,600,000	4,500,000	704,990,150	117,200,000	14,641,609,850
ii) Counterpart Funds						
Government of Kenya	-	-	-	-	-	-
Total	121,700,000	15,346,600,000	4,500,000	704,990,150	117,200,000	14,641,609,850

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2024)		Cumulative amount paid to date – (30 th June 2024)		Unutilized balance to date (30 th June 2024)	
	<i>Donor currency</i>	<i>Kshs</i>	<i>Donor currency</i>	<i>Kshs</i>	<i>Donor currency</i>	<i>Kshs</i>
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Loan						
Loan from World Bank	4,500,000	704,990,150	4,394,392	688,425,396	105,608	16,564,754
(ii) Counterpart funds						
Government of Kenya	-	-	-	-	-	-
Total	4,500,000	704,990,150	4,394,392	688,425,396	105,608	16,564,754

Project information and overall performance (continued)

2.8 Summary of Overall Project Performance:

Budget performance against actual amounts for current year and for cumulative to-date,

Year	Budget Amount	Disbursed Amount	Absorption Rate%
2022/2023	752,340,160	0	0%
2023/2024	1,500,000,000	704,990,149.95	47%
Cumulative to date	2,252,340,160	704,990,149.95	47%

- i) Physical progress based on outputs, outcomes and impacts since project commencement,

The overall project progress is 1.3%. The project held onboard Training, Conducted Security management plan Development, Social Safeguard Training Project Steering Committee National Project Steering Committee. The other works contracts are at different levels of implementation and upon completion will contribute to the project development objective results of delivering inclusive groundwater services to priority areas & generating groundwater information and strengthening regional and national groundwater institutions in NEDI

- ii) **Comment on value-for-money achievements,**

The contract amounts for the procured goods, consultancies and works, are within the acceptable market range and thus there is value for money on the expected results of the procured activities.

Indicate the absorption rate for each year since the commencement of the project.

Financial Year	Budget Amount	Disbursed Amount	Absorption Rate
2022/2023	752,340,160	-	0%
2023/2024	1,500,000,000	704,990,150	47%

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

- ✓ Double approval for funds utilization and procurement process by both the Ministry and World Bank. Approvals by the ministry should be sufficient
- ✓ Budget cuts which makes implementation of planned activities a challenge. Provision of funds should be as the budget.
- ✓ Low commitment levels of project team members that has led to slow actualization of the planned activities – Mechanisms to motivate and retain PCU staff for the entire project period should be put in place.
- ✓ Low limit of MoWSI DA account making it difficult to access sufficient of funds. The bank should increase the limit

2.9 Summary of Project Compliance:

In term of financial compliance, the project is implemented and managed as per the Financing Agreement, Financial manual and the project appraisal document. World bank procurement guidelines are strictly followed in the procurement of goods, consultancies and works. In addition, the project utilizes the development environmental and Resettlement frameworks in implementation of Environmental and Resettlement Action Plans without causing any harm to the environment and affecting the livelihoods of the project affected persons. This is reported and monitored through the monthly implementation progress reports of Contractors Environmental and Social Management plans.

3. Statement of Performance against Project's Predetermined Objectives

Project Development Objective

The main objective of the Project is to increase the sustainable access and management of groundwater in the Horn of Africa. This will be achieved by rehabilitating of 400 boreholes and strengthening of O& M, review of groundwater management and development strategy, rules and regulations, review of national groundwater management and development policy strategy, review transboundary policy and corporation framework and preparation of drought preparedness plans in NEDI counties.

The key development objective of the project is:

- a) To contribute to the strategic goal of attaining 80% water coverage by the year 2028. This will be achieved by constructing new, rehabilitating and extension of existing water infrastructure. Non-revenue reductions will also be integrated to ensure minimal losses are achieved.

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-bound (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:

*Horn of Africa-Groundwater for Resilience Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

Project	Objective	Outcome	Indicator	Performance
Horn of Africa Groundwater for Resilience Project	Increase sustainable access and management of groundwater in the NEDI counties	Increased access to water	Number of new people connected to water	Up to the end of 2023/24 financial year more than 220 boreholes have been identified for rehabilitation

4. Environmental and Sustainability Reporting

Given the importance of water for life and society, it is natural that this is identified as a central issue for Water companies and to manage responsibly through their CSR practices to the benefit of local populations. This is happening in the projects being implemented even though slowly. Indeed, as we have seen that water is becoming increasingly focused as a global and local issue, it has also become more focused as a CSR issue by the water companies. We can conclude that there is a lot of remaining opportunity as the private sector is not engaged at a level proportional to the severity of the issue. This provides an opportunity for companies to do better for society in an area, which is critical to all their stakeholders resulting in significantly strengthened relations and brand visibility. However, this is not all. Given the criticality of water, there are also huge opportunities for Water companies to engage in a way that adds great value for society, while also being profitable and lowering their risk levels considerably.

With the recent announcement of the new Sustainable Development Goals and the recognition of the role of the private sector in achieving the goals, private sector leaders are aligning their strategies to support the implementation of Goal 6 – Ensure availability and sustainable management of water and sanitation for all. This initiative inspires Water companies and all players in the water sector to work actively with their own footprint, while engaging in transparency and collective action for more sustainable water management.

Water and Sanitation is being developed to increase water and sanitation coverage that will benefit 2million Kenyan's in the target areas that will transform their living standards with reduced cases of waterborne diseases.

i. Sustainability strategy and profile

To ensure sustainability in operation of the developed water and sanitation infrastructure, Financial and economic analysis have been carried out to determine the financial benefits against operation costs expected during operation of the projects. Energy saving systems have been considered at design stage that will lower the operation costs and to minimize Non-revenue water losses, master meters have been proposed in manageable District Metering Areas coupled with non-revenue water performance contracts.

ii. 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) and Environmental and social safeguards will be implemented in accordance with the Kenyan legislation. Environmental licenses are delivered by NEMA in due time prior to implementation of works.

iii. Employee Welfare

Assessment of the implementing agencies has been done and training needs incorporated in the annual work plans. During implementation the contractors comply with Occupational Safety and Health Act to ensure safety of the workers

iv. Market place practices

The project strictly follows the banks procurement guidelines coupled with the provisions of Procurement and Disposal Act 2015 that promotes competitive bidding process.

v. Community engagements

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.

The project strictly follows the banks procurement guidelines coupled with the provisions of Procurement and Disposal Act 2015 that promotes competitive bidding process.

5. Statement of Project Management Responsibilities

The *Principal Secretary* for the State Department for Water and Sanitation and the *Project Coordinator* for *Horn of Africa Groundwater for Resilience Project* are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year ended on June 30, 2024. This responsibility includes (i) Maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period, (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the project, (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of the project, (v) Selecting and applying appropriate accounting policies and (v) Making accounting estimates that are reasonable in the circumstances.

The *Principal Secretary* for the State Department for Water and Sanitation and the *Project Coordinator* for *Horn of Africa Groundwater for Resilience 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* for the State Department for Water and Sanitation and the *Project Coordinator* for *Horn of Africa Groundwater for Resilience 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 ended June 30, 2024, and of the Project's financial position as at that date. The *Principal Secretary* for State Department for Water and Sanitation and the *Project Coordinator* for *Horn of Africa Groundwater for Resilience 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.

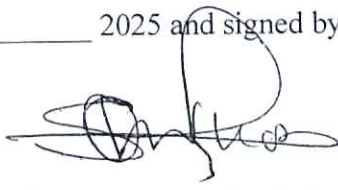
The *Principal Secretary* for the State Department for Water and Sanitation and *Project Coordinator* for *Horn of Africa Groundwater for Resilience Project* confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year 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
Annual Report and Financial Statements for the financial year ended June 30, 2024***

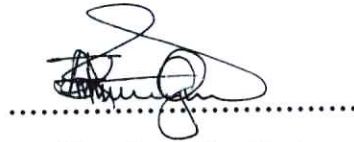
The Project financial statements were approved by the *Principal Secretary* for the State Department for Water and Sanitation and the *Project Coordinator* for *Horn of Africa Groundwater for Resilience Project* on 8/4/ 2025 and signed by:



Julius Korir
*Principal Secretary/
Chief Officer*

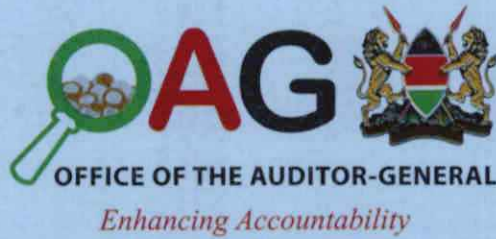


Dr. Okoth Owuor
Project Coordinator



Dr. CPA. Jennifer Owino
Head of Accounting Unit
ICPAK Member No:13143

REPUBLIC OF KENYA



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

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

REPORT OF THE AUDITOR-GENERAL ON HORN OF AFRICA GROUNDWATER FOR RESILIENCE PROJECT (IDA CREDIT NO. 7082-KE, PROJECT ID P174867) FOR THE YEAR ENDED 30 JUNE, 2024 - STATE DEPARTMENT FOR WATER AND SANITATION

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 - IDA Credit No.7082KE and Grant No.174867- State Department of Water and Sanitation, set out on pages 1 to 22, which comprise the statement of financial assets and liabilities 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 Horn of Africa Groundwater for Resilience Project- IDA Credit No.7082KE and Grant No.174867 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 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 for Supreme Audit Institutions (ISSAIs). I am independent of the Horn of Africa Groundwater for Resilience Project- IDA Credit No.7082 KE 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

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects a budgeted final receipt of Kshs.1,500,000,000 and actual receipt on comparable basis of Kshs.704,990,150 resulting into under funding of Kshs.795,009,850 or 53%. Similarly, the statement of comparison of budget and actual amounts reflects actual receipts of Kshs.1,500,000,000 and expenditure of Kshs.688,425,396 resulting in an under absorption of Kshs.811,574,604 or 54% of actual receipts.

The under-funding and under-absorption affected the planned activities of the project and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

The Management is responsible for the other information set out on page iii to xvi 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 Horn of Africa Groundwater for Resilience Project- IDA Credit No.7082KE- State Department for Water and Sanitation 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 thereon

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, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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. Irregular Procurement of Air Travel

The statement of receipts and payments as disclosed in Note 4 to the financial statements for the year ended 30 June, 2024 reflects Kshs.14,231,448 in respect to purchase of

goods and services which further includes Kshs.2,345,449 relating to domestic travel and subsistence being provision of flight tickets. The Project procured flight tickets through request for quotation or shopping. Three suppliers were sourced from the list of registered suppliers to participate in the tendering process and the three returned their quotes which were attached. However, the evaluation minutes or bid analysis report, market survey and professional opinion were not provided.

In the circumstances, the value for money of Kshs.2,345,339 could not be confirmed.

2. Project Performance on Predetermined Objectives

The Project Management indicated in the in the project overview that the main objective of the project is to deliver inclusive groundwater services to priority areas and generating groundwater information and strengthening regional and national groundwater institutions through four components. Review of the statement of performance against the project's predetermined objectives within the four components were however not indicated in the financial statements as required in law.

In the circumstances, it is not possible to establish the extent of the project's progress in attaining the program plan, the metrics already met, objectives yet to be met as well as challenges and opportunities of the project in implementing the agreement.

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

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

30 April, 2025

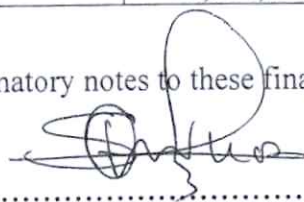
*Horn of Africa-Groundwater for Resilience Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

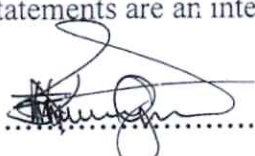
7. Statement of Receipts and Payments for the Year Ended 30th June 2024.

	Note	Receipts and payments controlled by the entity	Payments made by third parties	Total	Receipts and payment controlled by the entity	Payments made by third parties	Total	Cumulative to-date (From inception)
		2023-2024			2022-2023			
		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
Receipts								
Loan from external development partners	1	704,990,150	-	704,990,150	-	-	-	704,990,150
Total receipts		704,990,150	-	704,990,150	-	-	-	704,990,150
Payments								
Compensation of employees	2	-	-	-	-	-	-	-
Purchase of goods and services	3	61,766,963	-	61,766,963	-	-	-	61,766,963
Social Security Benefit	4	-	-	-	-	-	-	-
Transfers to other government entities	5	626,658,433	-	626,658,433	-	-	-	626,658,433
Total payments		688,425,396	-	688,425,396	-	-	-	688,425,396
Surplus/ (deficit)		16,564,754	-	16,564,754	-	-	-	16,564,754

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


.....
Julius Korir
Principal Secretary/
Chief Officer

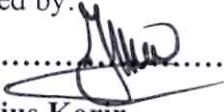

.....
Dr. Okoth Owuor
Project Coordinator

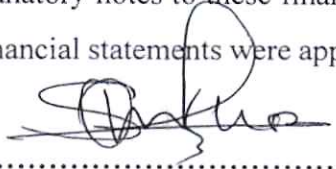

.....
Dr. CPA. Jennifer Owino
Head of Accounting Unit
ICPAK Member No:13143

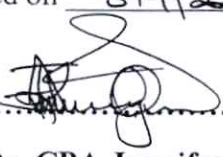
8. Statement of Financial Assets and Liabilities as at 30th June 2024

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Financial Assets			
Bank balances	6	16,564,754	
Total Financial Assets (A)		16,564,754	-
Financial Liabilities			
Third party Deposits and Retention		-	-
Total Financial Liabilities (B)			
Net Financial Assets (A-B)		16,564,754	-
Represented By			
Fund Balance B/fwd.		-	-
Prior Year adjustments		-	-
Surplus/(Deficit) for the Year		16,564,754	-
Net Financial Assets		16,564,754	-

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 8/4/25 2025 and signed by:


.....
Julius Korir
*Principal Secretary/
Chief Officer*


.....
Dr. Okoth Owuor
Project Coordinator


.....
Dr. CPA. Jennifer Owino
Head of Accounting Unit
ICPAK Member No:13143

Horn of Africa-Groundwater for Resilience Project
Annual Report and Financial Statements for the financial year ended June 30, 2024

9. Statement of Cash flows for the year ended 30th June 2024

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Cash flow from operating activities			
Receipts			
Loan from external development partners	1	704,990,150	-
Total receipts		704,990,150	-
Payments			
Compensation of employees	2	-	-
Purchase of goods and services	3	(61,766,963)	-
Social security benefit	4	-	-
Transfers to other government entities	5	(626,658,433)	-
Total Payments		(688,425,396)	-
Net receipts/(payments)		16,564,754	-
Net cash flow from operating activities		16,564,754	-
Cashflow from investing activities			
Acquisition of non-financial assets		-	-
Net cash flows from investing activities		-	-
Cash flow from financing activities			
Proceeds from foreign borrowings		-	-
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalents		16,564,754	-
Cash & cash equivalent at beginning of the year		-	-
Cash and cash equivalent at end of the year	6	16,564,754	-

10. Statement of Comparison of Budget and Actual Amounts for the Year ended 30th 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 %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Loan from external development partners	4,000,000,000	(2,500,000,000)	1,500,000,000	704,990,150	795,009,850	47%
Total Receipts	4,000,000,000	(2,500,000,000)	1,500,000,000	704,990,150	795,009,850	47%
Payments						
Consultancies	222,170,946	(222,170,946)	-	-	-	0%
Purchase of goods and services	326,471,216	0	326,471,216	61,766,963	264,704,253	19%
Operating costs	147,171,594	(123,642,810)	23,528,784	-	23,528,784	0%
Capacity Building	4,186,244	(4,186,244)	-	-	0	0%
Transfers to other government entities	3,300,000,000	(2,150,000,000)	1,150,000,000	626,658,433	523,341,567	54%
Total Payments	4,000,000,000	(2,500,000,000)	1,500,000,000	688,425,396	811,574,604	46%
Surplus or Deficit	-		-	16,564,754		

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 Horn of Africa Groundwater for Resilience Project under the State Department of Water and Sanitation. The financial statements are for the reporting entity *Horn of Africa Groundwater Project* as required by Section 81 of the PFM Act, 2012.

c) Reporting currency

The financial statements are presented in Kenya Shillings (Kshs), the project's functional and reporting currency. All values are rounded to the nearest Kenya Shilling.

d) Recognition of receipts

Horn of Africa Groundwater Project recognises all receipts from the various sources when the event occurs, and the related cash has been received.

i) Transfers from the Exchequer

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

Significant Accounting Policies (continued)

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.

vi) 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.

Significant Accounting Policies (continued)

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.

Significant Accounting Policies (continued)

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.

Significant Accounting Policies (Continued)

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.

Significant Accounting Policies (Continued)

k) Contingent Assets

HoAGW4RP 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..

Significant Accounting Policies (Continued)

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.

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:

Description	2023-2024					2022-2023	Cumulative to date
	Name of Donor	Date received	Amount in loan currency	Loans received in actual amount	Loans received as direct payment*	Total amount in Kshs	Total amount in Kshs
		Euros	Kshs	Kshs	Kshs	Kshs	Kshs
Loans from world Bank	05.09.2023	4,500,000	704,990,150	-	704,990,150	-	704,990,150
Total		4,500,000	704,990,150	-	704,990,150	-	704,990,150

*Horn of Africa-Groundwater for Resilience Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

Notes to the Financial Statements (Continued)

2. Compensation to Employees

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Basic salaries of permanent employees	-	-	-	-	-
Total	≡	≡	≡	≡	≡

Notes to the Financial Statements (Continued)

3. Purchase of Goods and Services

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Communication Supply and Services	390,000	-	390,000	-	390,000
Domestic travel and subsistence	29,389,749		29,389,749	-	29,389,749
Foreign travel and subsistence	4,697,472		4,697,472	-	4,697,472
Printing, advertising, and information supplies	4,916,959		4,916,959	-	4,916,959
Rent Expense	3,853,900		3,853,900	-	3,853,900
Training and workshops	15,342,400		15,342,400	-	15,342,400
Hospitality supplies and services	762,143		762,143	-	762,143
Fuel and Lubricant	2,414,340		2,414,340	-	2,414,340
Total	61,766,963	=	61,766,963	=	61,766,963

*Horn of Africa-Groundwater for Resilience Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

4. Social Security

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Government pension and retirement benefits	-	-	-	-	-
Employer social benefit	-	-	-	-	-
Total	-	-	-	-	-

Notes to the Financial Statements (Continued)

5. Transfers to other Government Entities

During the financial period to 30 June 2024 we transferred funds to reporting government entities as shown below:

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
WRA	208,885,831	-	208,885,831	-	208,885,831
WSTF	417,772,602	-	417,773,602	-	417,772,602
Total	<u>626,658,433</u>	=	<u>626,658,433</u>	=	<u>626,658,433</u>

(We have confirmed that the beneficiary institutions have received the funds and have recorded these as inter-entity receipts. We have attached these duly signed confirmations as an Appendix to the financial statements).

*Horn of Africa-Groundwater for Resilience Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

Notes to the Financial Statements (Continued)

6. Cash And Cash equivalents

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank accounts	16,564,753.95	
Cash in hand		
Cash equivalents (short-term deposits)		
Total	<u>16,564,753.95</u>	

Horn of Africa Groundwater for Resilience has 2 number of project accounts spread within the project implementation area and 1 number of foreign currency designated accounts managed by the National/County Treasury as listed below:

6. (a) Bank Accounts

Project Bank Accounts

Details	2023-2024	2022-2023
	Kshs	Kshs
<u>Foreign Currency Accounts</u>		
Central Bank of Kenya [A/c No 1000630841]	6,564,754	-
Kenya Commercial Bank [A/c No1324542225]	10,000,000	-
Total bank account balances	16,564,754	=

Notes to the Financial Statements (Continued)

7. Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30th 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 received in the year under the Statement of Receipts and Payments.

Special Deposit Accounts Movement Schedule

Description	2023/2024	2022/2023
	EURO(EUR)	EURO(EUR)
(i) A/C Name [A/c No.1000622978]		
Opening balance (as per the SDA reconciliation)	-	-
Total amount deposited in the account	801,697.49	-
Total amount withdrawn (as per Statement of Receipts & Payments)	499,995.00	-
Closing balance (as per SDA bank account reconciliation attached)	<u>301,702.49</u>	-
(ii) A/C Name [A/c No.1000622989]		
Opening balance (as per the SDA reconciliation)	-	-
Total amount deposited in the account	3,484,498.72	-
Total amount withdrawn (as per Statement of Receipts & Payments)	1,333,328.00	-

***Horn of Africa-Groundwater for Resilience Project
Annual Report and Financial Statements for the financial year ended June 30, 2024***

Closing balance (as per SDA bank account reconciliation attached)	<u>2,151,170.72</u>	
(ii) A/c Name [A/c No,1000622997]		
Opening balance (as per the SDA reconciliation)	-	-
Total amount deposited in the account	11,861,959.00	-
Total amount withdrawn (as per Statement of Receipts & Payments)	2,666,662.00	-
Closing balance (as per SDA bank account reconciliation attached)	<u>2,195,297.00</u>	-

Notes to the Financial Statements (Continued)

8. Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank accounts		
Central Bank of Kenya a/c No.1000630841	-	
Kenya Commercial Bank-Capitol Hill Branch j	-	
Total	-	

Other Important Disclosures

9. Pending Accounts Payable (See Annex 1)

	Balance b/f from 2022-2023	Additions for the year	Paid during the year	Balance c/f 2023-2024
Description	Kshs	Kshs	Kshs	Kshs
Supply of goods	-	8,751,982	-	8,751,982
Total	-	8,751,982	-	8,751,982

10. Annexes

Annex 1: Analysis of Pending Bills

Supplier of Goods or Services	Date Contracted/ invoiced.	Original Amount	Amount Paid To-Date	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
		a	b	c=a-b		
Evaloch Technical Solutions	18/06/2024	274,398	-	274,398	-	
Wilitich Enterprises	12/06/2024	123,185	-	123,185	-	
Pantelion Rawson	21/06/2024	1,930,000	-	1,930,000	-	
Lambda Logistics Co. Ltd	10/6/2024	2,732,849	-	2,732,849	-	
Bekks Enterprises	18/6/2024	1,522,420	-	1,522,420	-	
Sulbe Company Ltd	25/6/2024	2,169,130	-	2,169,130	-	
Total		8,751,982	-	8,751,982	-	

Annex 2: Summary of Fixed Assets Register

Asset class	Opening Cost (KShs) 2023/24	Donations in form of assets (KShs) 2023/24	*Purchases/ Additions in the Year (KShs) 2023/24	**Disposals in the Year (KShs) 2023/24	Transfers in/(out) Kshs 2023/24	Closing Cost (KShs) 2023/24
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+(b)+c)-(d)+(-)d
Transport equipment	-	-		-	-	
Office equipment, furniture and fittings	-	-	8,751,982	-	-	8,751,982
ICT Equipment,	-	-		-	-	
Total	-		8,751,982	-	-	8,751,982


Annex 3: Other Support Documents

- i. Bank Reconciliations statement as at 30th June 2024
- ii. Board of Survey Report
- iii. Special Deposit Account(s) reconciliation statement(s)

REPUBLIC OF KENYA
BANK RECONCILIATION
HORN OF AFRICA GROUNDWATER FOR RESILIENCE PROJECT
BANK ACCOUNT NO.1000630841
as at 30TH JUNE 2024 STATION NAIROBI

	Sh.	Sh.
Balance as per Bank Certificate		20,601,653.95
Less -----		
1. Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	14,036,900.00	
2. Receipts in Bank Statement not yet recorded in Cash book		14,036,900.00
		6,564,753.95
Add -----		
3. Payment in Bank Statement not yet recorded in Cash Book		
4 Receipts in Cash Book not yet Recorded in Bank Statement		-
Balance as per cash Book		6,564,753.95
	ACTUAL CB BAL	6,564,753.95

I certify that I have verified the Bank balance in the cash Book with the bank Statement and that the above reconciliation is correct.


Signature

AAC
Designation

7/4/2025
Date



PAYMENT IN CASH BOOK NOT IN BANK

28-Jun-24 Stephene Musyoki	69,300.00
28-Jun-24 Stephene Okoth	123,200.00
28-Jun-24 Joe Omwega	123,200.00
28-Jun-24 Calvince Ouma	123,200.00
28-Jun-24 Karanja Ngaruiya	123,200.00
28-Jun-24 Maximilla Nabwire	123,200.00
28-Jun-24 Naboth Otao	154,000.00
28-Jun-24 Eric Adoyo	154,000.00
28-Jun-24 Margaret Irungu	154,000.00
28-Jun-24 James Karomgo	184,800.00
28-Jun-24 Gichangi Wotuko	184,800.00
28-Jun-24 Mary Nduta	112,000.00
28-Jun-24 Vyvyan Manyengo	112,000.00
28-Jun-24 Maximilla ouma	112,000.00
28-Jun-24 Margaret Njoroge	112,000.00
28-Jun-24 Peris Wamboi	112,000.00
28-Jun-24 David Muchira	112,000.00
28-Jun-24 Moses Macharia	112,000.00
28-Jun-24 Calvince Ouma	112,000.00
28-Jun-24 James Mbugua	112,000.00
28-Jun-24 John Oyomba	112,000.00
28-Jun-24 Naboth Otao	140,000.00
28-Jun-24 Benjamin Makasa	140,000.00
28-Jun-24 Stephen Okoth	140,000.00
28-Jun-24 Eric Adoyo	140,000.00
28-Jun-24 Jelimo Kipkai	140,000.00
28-Jun-24 Rolex Kirui	140,000.00
28-Jun-24 Gichangi Wotuko	168,000.00
28-Jun-24 Cordinator HOAGW4RP	10,000,000.00
28-Jun-24 Margaret Irungu	140,000.00
28-Jun-24 Joseph Mburu	192,000.00
28-Jun-24 Maximilla Ouma	60,000.00

TOTAL 14,036,900.00

PAYMENT IN BANK NOT IN CASH BOOK

TOTAL _____
RECEIPTS IN BANK NOT IN CASH BOOK

TOTAL _____
RECEIPTS IN CASH BOOK NOT IN BANK

TOTAL _____



[Handwritten signature]

(8)

**HORN OF AFRICA-GROUNDWATER FOR RESILIENCE PROJECT (MWSI)
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30 JUNE 2024**

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

Bank Account No.: 1000622978 Held with CENTRAL BANK OF KENYA

	NOTES	AMOUNT EURO	AMOUNT EURO
1	Amount advanced by IDA		801,707.49
	Less:		
2	Total amount documented		301,707.49
3	Outstanding amount to be documented		500,000.00
	Represented by:		
4	Ending Special account Balance as as 30 June 2024		301,702.49
5	Amounts claimed but not credited as at 30 June 2024		
6	Amounts withdrawn and not claimed		198,297.51
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		500,000.00

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

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

DATE: 02-08-2024

**HORN OF AFRICA-GROUNDWATER FOR RESILIENCE PROJECT (MWSI)
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30 JUNE 2024**

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

Bank Account No.: 1000622978 Held with CENTRAL BANK OF KENYA

		NOTES	AMOUNT EURO	AMOUNT EURO
1	Amount advanced by IDA			801,707.49
	Less:			
2	Total amount documented			301,707.49
3	Outstanding amount to be documented			500,000.00
	Represented by:			
4	Ending Special account Balance as as 30 June 2024			301,702.49
5	Amounts claimed but not credited as at 30 June 2024			
6	Amounts witdraen and not claimed			198,297.51
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			500,000.00

Discrepancy between total appearing on line 3 and 9

-

Notes:

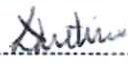
- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financiing by IDA and provide reasons for not claiming the expenditures

Sautere

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

DATE: 02-08-2024

SPECIAL ACCOUNT STATEMENT

	For period ending	30TH JUNE, 2024
	Account No.	1000622978
	Depository Bank	CENTRAL BANK OF KENYA
	Address	CBK
	Related Loan	HORN OA GROUNDWATER DAC MWSCI
	Credit Agreement	6121-KE
	Currency	EUR
<u>Part A - Account Activity</u>		
Beginning balance of 1st July, 2023 as per C.B.K. Ledger Account		-
Add:		
Total Amount deposited by World Bank		801,697.49
Total Interest earnings if deposited in account		-
Total amount refunded to cover ineligible expenditure		-
Deduct:		
Total amount withdrawn		499,995.00
Total service charges if not included above in amount withdrawn		-
Ending balance on 30th June,2024		301,702.49
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.

CENTRAL BANK OF KENYA
BANKI KUU YA KENYA
P.O.BOX 60000-0200
NAIROBI

ACCOUNT NUMBER : 1000622978

ACCOUNT TITLE : HORN OA GROUNDWATER DAC MWSCI
 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	Reference.No	Details	Debit	Credit
1	06/07/2023	FT231873H8QW	FUNDING	0.00	499,995.00
2	09/08/2023	FT23221CDP3J	PA 131596	-499,995.00	0.00
3	08/05/2024	FT24129DPYLN	FUNDING	0.00	301,702.49

CLOSING BALANCE : 301702.49

END OF ACCOUNT STATEMENT

Favourites	TAM.E.STMT.OF.ACCT.EPRM	More Options	Find
		Clear Selection	
Account	equals	∨ 1000622978	
Statement From	equals	∨ 20230701	
Statement To	equals	∨ 20240630	
TAM.E.STMT.OF.ACCT.EPRM			

CENTRAL BANK OF KENYA
 11 JUL 2024
 Confirmed:

SPECIAL ACCOUNT STATEMENT

For period ending	30TH JUNE, 2024
Account No	1000622989
Depository Bank	CENTRAL BANK OF KENYA
Address	CBK
Related Loan	HORN OA GROUNDWATER DAD WPA
Credit Agreement	6121-KE
Currency	EUR

Part A - Account Activity

Beginning balance of 1st July, 2023 as per C.B.K. Ledger Account	-----
Add:	
Total Amount deposited by World Bank	----- 3,434,488.72
Total Interest earnings if deposited in account	----- -
Total amount refunded to cover ineligible expenditure	----- -
Deduct:	
Total amount withdrawn	----- 1,333,328.00
Total service charges if not included above in amount withdrawn	----- -
Ending balance on 30th June, 2024	----- 2,151,170.72

**AUTHORISED REPRESENTATIVE
CENTRAL BANK OF KENYA**

SIGNATURE: _____

DATE _____

**AUTHORISED REPRESENTATIVE
EXTERNAL RESOURCES
DEPARTMENT-TREASURY**

SIGNATURE: _____

DATE _____

[Handwritten Signature]
01-08-2024
[Handwritten Signature]
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 Run Time: 16:18:28

CENTRAL BANK OF KENYA
BANKI KUU YA KENYA
P.O.BOX 60000-0200
NAIROBI

STATEMENT OF ACCOUNT

PAGE NO: 1

ACCOUNT NUMBER : 1090622989

ACCOUNT TITLE : HORN OA GROUNDWATER DAD WRA
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	Reference.No	Details	Debit	Credit
1	03/07/2023	FT23184DBRN3	FUNDING	0.00	1,333,328.00
2	09/08/2023	FT23221DZF8R	PA 131597	-1,333,328.00	0.00
3	14/12/2023	FT233483WK6S	FUNDING	0.00	484,508.72
4	14/12/2023	FT23348WGJCR	FUNDING	0.00	1,666,662.00
					2151170.72

CLOSING BALANCE : 2151170.72

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

More Options

Find

Clear Selection

Account equals

1000622989

Statement From equals

20230701

Statement To equals

20240630

TAM.E.STMT.OF.ACCT.EPRM

CENTRAL BANK OF KENYA

11 JUL 2024

Confirmed:

	Outward EFT per die m allowance Iss				
18 JUN 2024	Charges	FTC20240618EUUP UU	18 JUN 24	-15.00 /	88,373,994.90
	AC-PL52226				
18 JUN 2024	Charges	FTC20240618EUUP UU	18 JUN 24	-100.00 /	88,373,979.90
	EFT Charge				
19 JUN 2024	Inward Cheque	FTN20240619EUUV CB	19 JUN 24	-74,500.00	88,373,879.90
	Inward Cheque : 0001 25				
	000125				
19 JUN 2024	RTGS Charge	FT24171FHYCX	19 JUN 24	-575.00 /	88,299,379.90
	AC-01003710001257				
19 JUN 2024	Outward Telex Payment	FT24171FHYCX	19 JUN 24	-1,730,600.00	88,298,804.90
	PER DIEM ALLOWANCE				
	000136				
19 JUN 2024	RTGS Charge	FT24171WB471	19 JUN 24	-575.00 /	86,568,204.90
	AC-01003710001257				
19 JUN 2024	RTGS Payment	FT24171WB471	19 JUN 24	-2,389,700.00	86,567,629.90
	PER DIEM ALLOWANCE				
20 JUN 2024	Inward Cheque	FTN20240620EUVC UK	20 JUN 24	-51,622.00	84,177,929.90
	Inward Cheque : 0001 32				
	000132				
24 JUN 2024	Inward Cheque	FT2417668PBP	24 JUN 24	-906.00 /	84,126,307.90
	Esrip Pay-202024000 2002435				
	000133				
25 JUN 2024	Inward Cheque	FTN20240625EUWA LG	25 JUN 24	-84,552.00 ✓	84,125,401.90
	Inward Cheque : 0001 27				
	000127				
26 JUN 2024	RTGS Charge	FT24178KNZJC	26 JUN 24	-575.00 /	84,040,849.90
	AC-01003710001257				
26 JUN 2024	Outward Telex Payment	FT24178KNZJC	26 JUN 24	-2,895,484.00 /	84,040,274.90
	SUPPLIES				
	000142				
26 JUN 2024	RTGS Charge	FT24178BFQ4H	26 JUN 24	-575.00 /	81,143,790.90
	AC-01003710001257				
26 JUN 2024	Outward Telex Payment	FT24178BFQ4H	26 JUN 24	-6,166,810.00 /	81,143,215.90
	SUPPLIES				
	000141				
29 JUN 2024	Tax Amount Due	01003710001257-202 40	01 JUL 24	-108.00 /	74,976,405.90
	01003710001257-202 406				
29 JUN 2024	Ledger Fees	01003710001257-202 40	01 JUL 24	-540.00 /	74,976,297.90
	01003710001257-202 406				
30 JUN 2024	CLOSING BALANCE				74,975,757.90

Run Date: 02/07/2024
 CENTRAL BANK OF KENYA
 BANKI KUU YA KENYA
 P.O.BOX 60000-0200
 NAIROBI

Run Time: 12:48:18

STATEMENT OF ACCOUNT

ACCOUNT NUMBER : 1000622997

ACCOUNT TITLE : HORN OA GROUNDWATER DAE WSTF
 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	Reference.No	Details	Debit	Credit
1	03/07/2023	FT23184LM6SG	FUNDING	0.00	2,666,662.00
2	09/08/2023	FT23221M2T1P	PA 131594	-2,666,662.00	0.00
3	02/04/2024	FT24093L6MNV	FUNDING	0.00	9,195,297.00

CLOSING BALANCE : 9195297

END OF ACCOUNT STATEMENT

Favourites TAM.E.STMT.OF.ACCT.EPRM

More Options
 Clear Selection Find

Account equals ▼ 1000622997
 Statement From equals ▼ 20230701
 Statement To equals ▼ 20240630

TAM.E.STMT.OF.ACCT.EPRM

