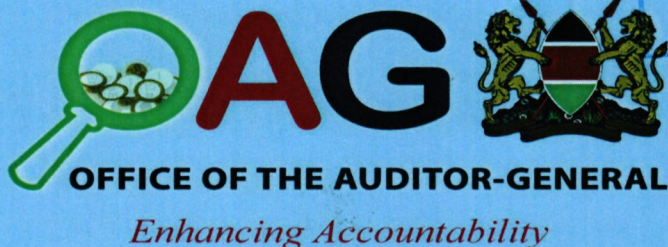


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REPORT

THE NATIONAL ASSEMBLY	
DATE: 12 MAY 2022	Thurs
TABLED BY: LDM	
CLERK-AT-THE-TABLE: C. Ndintu	

OF

THE AUDITOR-GENERAL

ON

**GOVERNMENT INVESTMENTS AND PUBLIC
ENTERPRISES – REVENUE STATEMENTS**

**FOR THE YEAR ENDED
30 JUNE, 2021**

THE NATIONAL TREASURY





THE NATIONAL TREASURY AND PLANNING
GOVERNMENT INVESTMENTS AND PUBLIC ENTERPRISES (GIPE)
ANNUAL REVENUE STATEMENT
FOR THE FINANCIAL YEAR ENDED
JUNE 30th, 2021

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

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Government Investment and Public Enterprises (GIPE)
Reports and Financial Statements
For the year ended June 30, 2021

1. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background Information

The National Treasury was established via the Executive Order No. 2 of May 2013. The basis for establishment of the National Treasury is found in Article 225 (i) of the Constitution of Kenya which states that an Act of Parliament shall provide for the establishment, functions and responsibilities of the National Treasury. This has been actualized in Section 11 and 12 of the Public Finance Management (PFM) Act 2012.

At Cabinet level, the National Treasury is represented by the Cabinet Secretary for National Treasury and Planning, who is responsible for the general policy and strategic direction of the Ministry with the assistance of the Chief Administrative Secretary.

Vision

“Excellence in economic and public financial management, and development planning”.

Mission

“To provide leadership in economic and public financial management, for shared growth through formulation, implementation and monitoring of economic and financial policies”.

Core Values

The National Treasury is guided by the following core values: Customer Focus, Results Oriented, Stakeholder Participation, Professionalism, Accountability, Integrity and Transparency and Teamwork all geared towards excellence in service delivery.

Mandate of the National Treasury

The National Treasury derives its mandate from Article 225 of the Constitution, Public Finance Management Act 2012 and the Executive Orders No.2/2013 and No.1/2018. The National Treasury will be executing its mandate in consistency with any other legislation as may be developed or reviewed by Parliament from time to time.

The core functions of the National Treasury as derived from the above legal provisions include;

- Formulate, implement and monitor macro-economic policies involving expenditure and revenue;
- Manage the level and composition of national public debt, national guarantees and other financial obligations of national government;
- Formulate, evaluate and promote economic and financial policies that facilitate social and economic development in conjunction with other national government entities;
- Mobilize domestic and external resources for financing national and county government budgetary requirements;

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Reports and Financial Statements
For the year ended June 30th, 2021

- Design and prescribe an efficient financial management system for the national and county governments to ensure transparent financial management and standard financial reporting.
- In consultation with the Accounting Standards Board, ensure that uniform accounting standards are applied by the national government and its entities;
- Develop policy for the establishment, management, operation and winding up of public funds;
- Prepare the annual Division of Revenue Bill and the County Allocation of Revenue Bill;
- Strengthen financial and fiscal relations between the national government and county governments and encourage support for county governments;
- Assist county governments to develop their capacity for efficient, effective and transparent financial management;
- To prepare the National Budget, execute/implement and control approved budgetary resources to MDAs and other Government agencies/entities; and
- Coordination and integration of public ports, railway and pipeline services.

Role of the National Treasury in the Devolved System of Government

The National Treasury is mandated by law to:

- Strengthen financial and fiscal relations between the National Government and County Governments and support for county governments in performing their functions;
- Issue guidelines on the preparation of county development planning;
- Prepare the annual legislative proposals on intergovernmental fiscal transfers;
- Provide logistical support to intergovernmental institutions overseeing intergovernmental fiscal relations;
- Coordinate the development and implementation of financial recovery plans for County Governments that are in financial distress;
- Build capacity of County Governments on public finance management matters for efficient, effective and transparent financial management as well as planning, monitoring and evaluation and;
- Administer the Equalization Fund.

(b) Key Management

The National Treasury day-to-day management is under the following key offices;

Office of the Principal Secretary

The Office of the Principal Secretary is responsible for the day to day administration of the National Treasury operations and is the Accounting officer. In addition, the Principal Secretary is charged with the responsibility of providing advice to the Cabinet Secretary in order to enhance efficiency and collective responsibility.

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Organizational structure of the National Treasury

The National Treasury is organized into five (5) technical Directorates headed by Directors General and (1) Administrative and Support Services Directorate headed by a Principal Administrative Secretary. Each Director General is responsible for a Directorate comprising a cluster of Departments responsible for related policy functions. In addition, the Treasury has two independent departments namely Public Procurement and Internal Auditor General both of which are headed by Directors. The Directorates and Departments are as follows:

Directorate of Budget, Fiscal and Economic Affairs

The Directorate is headed by a Director General, reporting to the Principal Secretary, National Treasury. It is organized into the following five (5) Technical Departments each headed by a Director:

- Budget Department;
- Macro and Fiscal Affairs Department
- Financial and Sectoral Affairs Department;
- Inter-Governmental Fiscal Relations Department

Directorate of Accounting Services and Quality Assurance

The Directorate is headed by a Director General reporting to the Principal Secretary, National Treasury. It is organized into the following four (4) Technical Departments each headed by a Director:

- Government Accounting Services;
- Financial Management Information Systems (FMIS)
- National Sub-County Treasuries.
- Government Digital Payments Unit.

Directorate of Public Investment and Portfolio Management

The Directorate is headed by a Director General, reporting to the Principal Secretary. It is organized into the following four (4) Technical Departments each headed by a Director:

- Government Investment and Public Enterprises;
- National Assets and Liabilities Management;
- Pensions Department.
- Public Investment Management Unit

Directorate of Public Debt Management Office

The Directorate is headed by a Director General, reporting to the Principal Secretary. It is organized into the following three (3) Technical Departments each headed by a Director:

- Resource Mobilization (Front Office);
- Debt Policy, Strategy and Risk Management (Middle Office);
- Debt Recording and Settlement (Back Office).

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For the year ended June 30th, 2021

Directorate of Public Private Partnership Unit

The Directorate is headed by a Director General, reporting to the Principal Secretary on matters relating to Public Private Partnership.

Directorate of Administrative and Support Services (Common Shared Services)

The Directorate is headed by a Principal Administrative Secretary, reporting to the Principal Secretary. It is organized into twelve (12) specialized functions offering common shared services. The common shared services of the National Treasury consist of functions that are not core to the National Treasury but offer critical support services to the National Treasury. The functions include:

- Accounting,
- Finance,
- Human Resource Management and Development,
- Central Planning and Project Monitoring,
- Supply Chain Management,
- Legal,
- Public Communications,
- General Administration,
- Records Management;
- Internal Audit;
- ICT
- Government Clearing Agency

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

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For the year ended June 30th, 2021

S/No.	Designation	Name
1.	Principal Secretary	Dr. Julius Muia, PhD, CBS
2.	Principal Administrative Secretary	Mr. Amos Gathecha, EBS
3.	Director General, BFEA	Mr. Albert Mwenda, HSC
4.	Director General, Accounting Services	Mr. Bernard Ndung'u, MBS
5.	Director General, PIPM	Eng. Stanley Kamau
6.	Director General, PDMO	Dr. Haron Sirma, OGW
7.	Director General, PPP	Mr. Christopher Kirigua, OGW
8.	Director, Macro and Fiscal Affairs Department	Mr. Musa Gathanje
9.	Director, Budget Department	Mr. Francis Anyona, OGW
10.	Director, Financial and Sectoral Affairs Department	Prof. Galgalo Barako
11.	Director, Public Procurement Department	Mr. Eric Korir
12.	Ag. Director, Intergovernmental Fiscal Relations Department	Mr. Albert Mwenda, HSC
13.	Deputy Internal Auditor General	Ms. Jane Micheni
14.	Director, Government Accounting Services Department	Mr. Jonah Wala
15.	Ag Director, National Sub County Treasuries	Mr. Francis Kariuki
16.	Director, Financial Management Information System	Mr. Stanley Kamunguya
17.	Director, Public Private Partnership Unit	Mrs. Veronica Okoth
18.	Director, National Assets and Liability Management	Mrs. Beatrice Gathirwa
19.	Director, Government Investment and Public Enterprises	Mr. Kennedy Ondieki
20.	Director, Pensions Department	Mr. Michel Kagika, EBS
21.	Director, Resource Mobilization Department	Mr. Moses Kanagi
22.	Director, Debt Policy, Strategy and Risk Management Department	Mr. Daniel Ndolo
23.	Director, Debt Recording and Settlement Department	Mr. George Kariuki
24.	Secretary Administration	Mr. Hiram Kahiho
25.	Head, Accounts Division	Mr. Nemwel Motanya
26.	Head, Finance	Mr. Kimathi Mugambi, HSC
27.	Head, SCM	Mr. Aggrey kituyi
28.	Head, Internal Audit Unit	Mr. Esther Ngeru
29.	Director, Human Resource Management and Development	Ms. Susan Mucheru
30.	Director, Information Communication and Technology	Mrs. Lynn Nyongesa
31.	Head, Central Planning and Project Monitoring Unit	Mr. Antony Muriu, HSC
32.	Head, Public Communications	Ms. Catherine Njoroge
33.	Programme Coordinator, Public Financial Management Reform Secretariat	Mr. Julius Mutua
34.	Director, Government Clearing Agency	Mr. Felix Ateng

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Reports and Financial Statements
For the year ended June 30th, 2021

(d) Fiduciary Oversight Arrangements

To manage the fiduciary risk, the National Treasury has put in place fiduciary oversight arrangements including setting up committees. The key oversight arrangements include:

Internal Audit Unit

The National Treasury has an internal Audit Unit charged with the responsibility of identifying risks in the management and day to day operations of the Ministry through the risk-based audits. The Unit reports directly to the Accounting Officer on a regular basis.

Audit Committees

In line with the Public Finance Management Act, the National Treasury has established a Ministerial Audit Committee comprising five members, three of whom are independent. The Committee provides overall oversight and quality assurance including follow up on the effectiveness of implementation of audit recommendations.

Further, the National Treasury established an audit committee comprising officers from all departments of the Ministry, under the chairmanship of the Senior Chief Finance Officer. The Committee reviews and analyses all audit queries and makes recommendations on how to reduce fiduciary risks. In addition, the committee prepares responses to all audit queries for presentation to the relevant committees of parliament.

Project Implementation Committee

To monitor the implementation of the Government's Infrastructure Projects, the National Treasury has established a Project Steering Committee comprising Principal Secretaries from implementing Ministries and appointed a technical committee comprising officers from the technical departments of the Ministry. The Committees review and analyse the progress made by ministries in the implementation of domestically and externally funded projects and advises accordingly.

Parliamentary Activities

In order to effectively manage the parliamentary activities relating to the Ministry, the National Treasury has established a committee and designated a liaison officer to coordinate the activities under the Office of the Cabinet Secretary in consultation with the Office of the Chief Administrative Secretary.

Development Partner Oversight

To effectively manage Official Development Assistance to the Government, the National Treasury has under the Public Debt Management a department responsible for all matters relating to

Development Partners. The Department has various Units that coordinate different development partner activities in the Country.

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Reports and Financial Statements
For the year ended June 30th, 2021

Other fiduciary oversight arrangements include the following committees with specific objectives;

Top Management Committee and Other Committees

To monitor the implementation of the Ministry's programmes and performance, the National Treasury has appointed Top Management Committee comprising of Directors General. The Committee receives reports from departments, build consensus on National Treasury responses to emerging issues, challenges and risks and ensures that the decisions made are implemented in a timely manner. Additionally, the Treasury constituted Adhoc Committees to handle specific assignments in the Financial Year 2020/21.

Public Financial Management Sector Working Group

To facilitate the implementation of financial management reforms, the National Treasury has appointed senior officers to the Public Financial Management Sector Working Group. The Committee plays an oversight role in the implementation of financial reforms in the public service in collaboration with the development partners.

Budget Implementation Steering Committee

In order to effectively monitor the implementation of the National Government budget implementation, The National Treasury has established a steering Committee chaired by the Cabinet Secretary, National Treasury and Planning. The Principal Secretaries for the National Treasury and State Department of Planning provide general oversight in the Budget implementation.

Budget Implementation Technical Committee

The Committee is chaired by the Principal Administrative Secretary and comprises the Directors General and various Heads of Department. The Committee is responsible for monitoring the actual implementation of the identified measures and programmes and reporting detailed progress on the same regularly.

Budget Implementation Ministerial Committee

To monitor the implementation of the Ministry's budget, programmes and activities, the National Treasury has appointed a committee comprising of officers from all the Departments of the Ministry. The Committee reviews and analyses the progress made by Departments in the implementation of budget and the planned programmes and activities and advises the management accordingly.

Monitoring and Evaluation

The Ministry undertakes monitoring and evaluation exercises to establish progress made in the implementation of various programmes and projects including those that are funded by the development partners.

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For the year ended June 30th, 2021

(e) The National Treasury Headquarters

P.O. Box 30007- 00100,
Treasury Building,
Harambee, Avenue
Nairobi Kenya

The National Treasury Contacts

Telephone: (254)020-2252299

Email: info@treasury.go.ke

Website: www.treasury.go.ke

(f) The National Treasury Bankers

Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

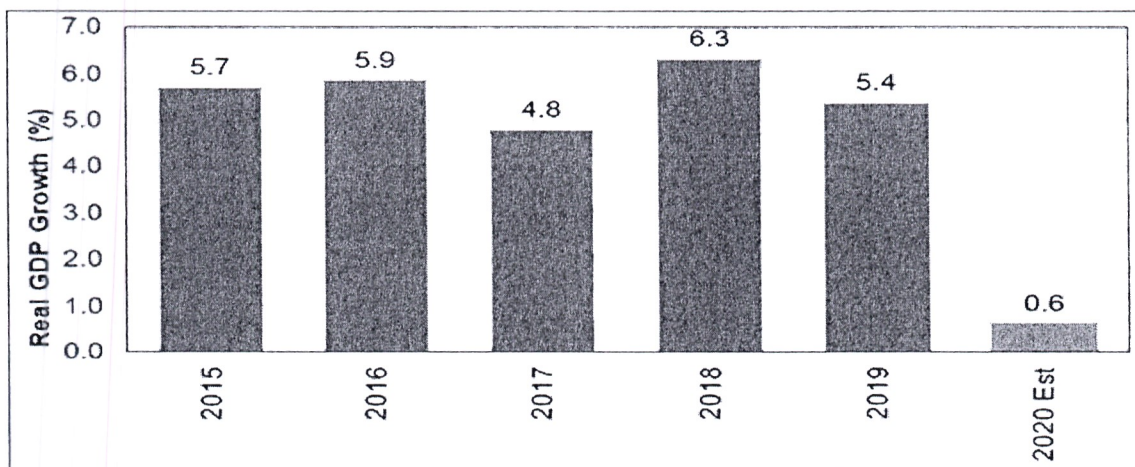
THE NATIONAL TREASURY & PLANNING
Reports and Financial Statements
For the year ended June 30th, 2021

2. FORWARD BY THE CABINET SECRETARY

In accordance with Section 12 of the Public Finance Management Act, 2012, the National Treasury is responsible for coordinating the country's economic and financial management. Overall, the National Treasury has continued to maintain a policy environment that is conducive to economic growth and development of the country.

Economic growth in the first three quarters of 2020 contracted by an average of 0.4% compared to a growth of 3.6 percent in the corresponding period of 2019. In 2020, the Kenyan economy was adversely affected by the outbreak of Covid-19 Pandemic and the swift containment measures, which disrupted and scaled down economic activities within the country and in most of the country's major trading partners. Additionally, Kenya faced two other shocks: the invasion of swarms of desert locusts that damaged crops and occurrence of floods following receipt of more than normal rainfall in May 2020. As a result, growth in 2020 is estimated to have contracted by 0.6 percent from a growth of 5.4 percent in 2019 (figure 1).

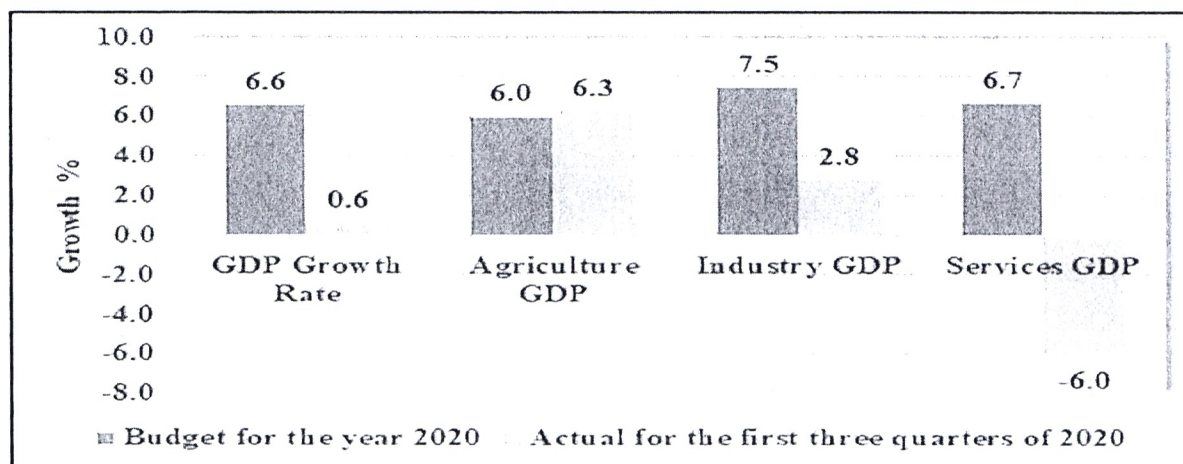
Figure 1: Annual Real GDP Growth rates (Percent)



The agriculture sector recorded an improved average growth of 6.4 percent in the first three quarters of 2020 compared to a growth of 3.6 percent in the corresponding period of 2019. The non-agriculture (service and industry) sectors were adversely affected by the Covid-19 pandemic. As a result, the sectors contracted by an average of 2.1 percent in the first three quarters of 2020 down from an average growth of 6.1 percent in a similar period in 2019. (Figure 2).

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Figure 2: Annual Percentage Economic Growth Rates in 2020/21



Data Source: Quarterly Economic and Budgetary Review (QEBR), MTP III

Additionally, the economic slowdown in fourth quarter was aggravated by contraction in Accommodation and Food Service activities to negative 6 per cent from 6.7 per cent on account of Corona Virus containment measures instituted in our major tourist source markets.

Despite the difficult circumstances faced last year, the country was able to preserve macroeconomic stability with inflation, interest rates and exchange rates remaining largely stable. Leading economic indicators for the fourth quarter of 2020 and the first quarter of 2021 point to strong recovery from the adverse impact of the COVID-19 pandemic.

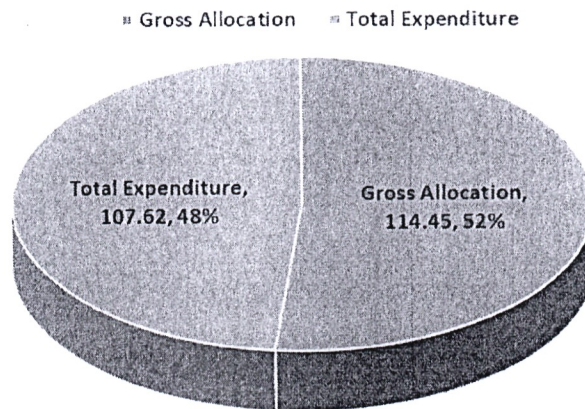
Budget performance

In terms of budget performance, the National Treasury expenditure stood at **Kshs.107.6 Billion** against an approved budget of **Kshs.114.5 Billion** translating to an overall absorption rate of 94% as demonstrated in that pie chart below:

THE NATIONAL TREASURY & PLANNING
Reports and Financial Statements
For the year ended June 30th, 2021

Figure 3: Total Allocation against Total Expenditure (Kshs. Billion)

Total Allocation against Total Expenditure (KSh. Billion)



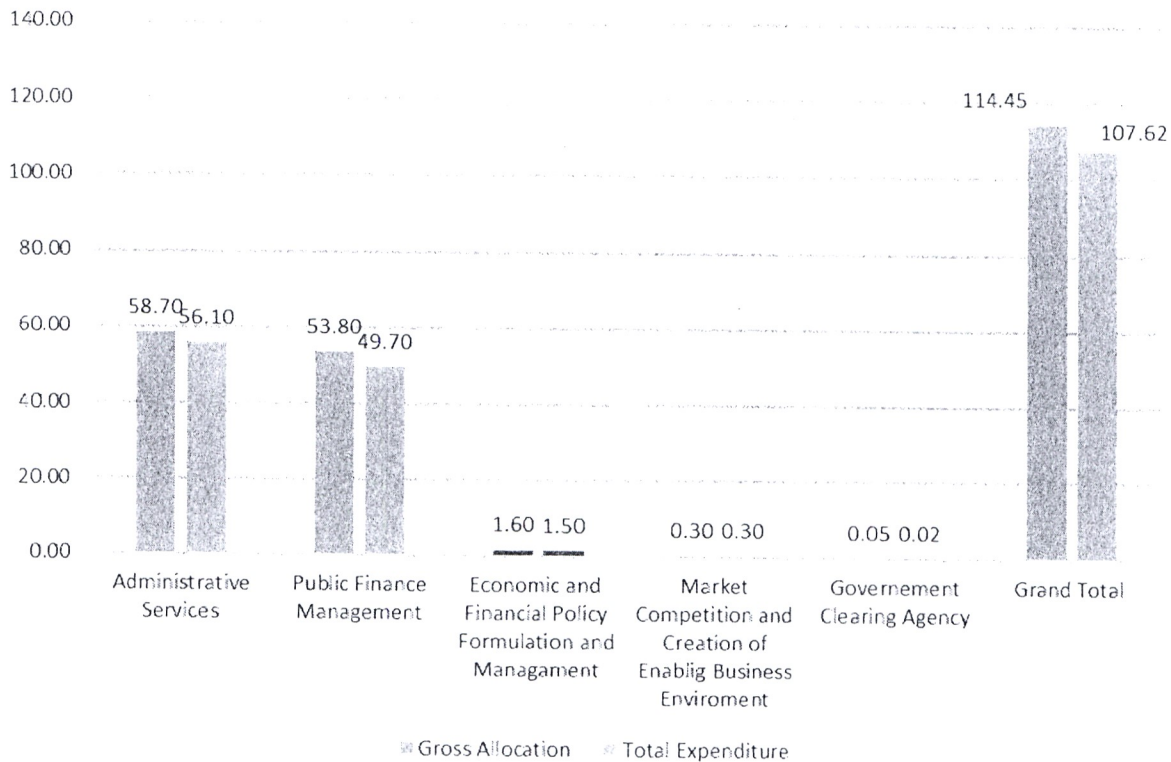
The National Treasury implemented the 2020/21 budget within five economic classifications/programmes. These were General Administration, Planning and Support Services, Public Financial Management, Economic and Financial Policy Formulation and Management, Market Competition and Creation of an Enabling Business Environment, and Government Clearing Agency. As demonstrated in the bar chart below, the Market Competition Programme had the highest absorption at 100% followed by General Administration 96%, Economic and Financial Policy Formulation and Management 94%, and Public Financial Management Programme at 82% while Government Clearing Agency at 30%.

Figure 3: Budget Execution (KSh. Billions) and proportion (%) by Programmes

The 100% absorption rate in Market Competition and Creation of an Enabling Business Environment programme is attributed to transfers to Semi Autonomous Government Agencies (SAGAs) under the National Treasury which implemented this programme.

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For the year ended June 30th, 2021

Budget Execution (KSh. Billions) and proportion (%) by Programmes



The Public Service Superannuation Scheme commenced on 1st January 2021, with the Board of Trustees having been constituted in line with the provisions of the Act that established the scheme. The scheme covers all employees below the age of 45 years of the Public Service Commission, the Teachers Service Commission and the National Police Service. This will be the largest pension fund in the country and will generate growth of capital markets and bring growth in unlocking value in real estate.

The Performance Contract Evaluation report for all Ministries, State Corporations and Tertiary Institutions released in May 2021 ranked the National Treasury and Planning as the best performing Ministry for Fiscal year 2020/2021.

Other key achievements during the period under review are as follows;

- i. Mobilization of external resources amounting to **Kshs.622 billion** for projects and Kshs.423 billion for budget support to meet the budget deficit equivalent to 40.3% of the fiscal gap;
- ii. Facilitated the National Police Service by leasing 3,400 vehicles towards enhancing security;
- iii. Developed two Public Private Partnership (PPP) Projects Standardized Transactional Templates.

THE NATIONAL TREASURY
Reports and Financial Statements
For the year ended June 30, 2021

- iv. Developed Government Investment Management Information System (GIMIS);
- v. Conducted 245 value for money (VfM) audits;
- vi. Trained 1,273 Public Finance Management (PFM) users on financial reporting on IFMIS system;

Emerging Issues

The emerging issues that have impacted the operations of the National Treasury include;

- Covid-19 Pandemic and the containment measures led to depressed business environment hence pushing many enterprises and business to scale down operations. This negatively impacted revenue performance, thus exacerbating the pressure for resource at the Ministry level, the containment measures included but not limited to work shift plans and restriction of movements. These constrained the implementation of planned activities for the National Treasury.
- Re-allocation of resources to finance Covid-19 related expenditures thus affecting implementation of some programmes and projects.
- Leveraging on ICT innovations in the delivery of services to the citizenry.
- Change in Government Policies that led to adjustment in the implementation of planned programmes and projects.

Challenges

Some of the challenges the National Treasury faced while implementing the 2020/21 budget include:-

- Resource Constraint
- The rationalization of the budget, occasioned by underperformance of revenue collection and emerging government priorities affected the implementation of programmes on training, hospitality, transfer of conditional grants to County Governments and to semi-autonomous Agencies (SAGAs). The underperformance in revenue also caused delays in disbursement of funds by the National Treasury to MDAs. The underperformance of county governments own source revenue led to overreliance on transfers from the National Government occasioning more pressure on the exchequer.
- Shortage of Key Technical Staff
- The National Treasury experienced staff shortage across all cadres. This is attributed to natural attrition and departure of staff to the county governments and other constitutional bodies. The planned recruitment and promotion of staff by the appointing authorities has been slow hence affecting service delivery and succession management initiatives.
- Shortage of office space especially for key technical staff.
- Lack of a Project Implementation, Monitoring and Evaluation framework.

To amount the above challenges and ensure successful implementation of the National Treasury goals and objectives, the Ministry undertook the following: -

- Continued to implement borrowing policy that provides for domestic borrowing to plug the financing gap created by non-performing revenue,

THE NATIONAL TREASURY
Reports and Financial Statements
For the year ended June 30, 2021

- Undertook expenditure reduction strategies such as austerity measures and relevant re-prioritization of projects funding to those with greatest impact.
- Continued to implement succession planning towards progressively filling in staff shortage, continued training and timely promotions.
- Engaged other developments partners for concessional loans and grants as well as pursued strategies to finance government projects.

Recommendations

- Increasing allocation to the sub-Sector to facilitate effective mobilization of resources to finance public expenditure particularly towards facilitation and implementation of post COVID-19 recovery programmes and strategies
- Reforms in Public Financial Management shall be sustained to enable the National Treasury to mobilize adequate financial resources and enhance absorption capacity;
- Sustained implementation of succession planning, especially with respect to recruitment of key technical staff;
- Strengthening Monitoring and Evaluation Framework and capacity.
- Leveraging on the use of ICT in the face of COVID 19 containment measures to ensure timely delivery of targets and through acquisition of modern communication equipment and systems.
- Enhancing working environment and refurbishment of offices to provide accommodation of staff.
- Prioritization of ongoing projects and fast tracking to ensure timely completion

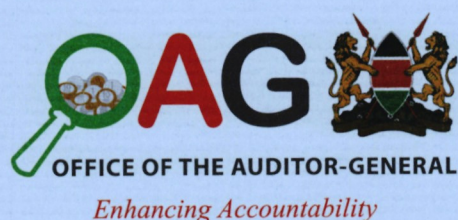
Going forward, the National Treasury will implement a risk management strategy that will identify, monitor and control risks associated to its activities. This will include government investments and cash flows, its banking, money markets and capital market transactions as well as borrowing.



HON. (AMB.) UKUR YATANI, EGH
CABINET SECRETARY/NATIONAL TREASURY & PLANNING

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON GOVERNMENT INVESTMENTS AND PUBLIC ENTERPRISES - REVENUE STATEMENTS FOR THE YEAR ENDED 30 JUNE, 2021 -THE NATIONAL TREASURY

PREAMBLE

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

- A. Report on the Revenue Statements that considers whether the revenue 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 revenue 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 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 REVENUE STATEMENT

Adverse Opinion

I have audited the accompanying revenue statements of Government Investments and Public Enterprises - Revenue Statements set out on pages 18 to 22, which comprise the

Report of the Auditor-General on Government Investments and Public Enterprises - Revenue Statements for the year ended 30 June, 2021 -The National Treasury

statement of arrears of receipts as at 30 June, 2021, statement of receipts and transfers, statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information, and the summary schedule of outstanding loans 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, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the revenue statements do not present fairly, the revenue performance of Government Investments and Public Enterprises - Revenue Statement as at 30 June, 2021 in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with the Public Finance Management Act, 2012.

Basis for Adverse Opinion

1. Failure to Prepare Revenue Statements in Accordance with the Public Sector Accounting Standards Board's Template

Review of the Government Investments and Public Enterprises – Revenue Statement for the year ended 30 June, 2021 revealed that Management did not prepare the statement of financial assets and liabilities as prescribed by the Public Sector Accounting Standards Board (PSASB) as communicated through The National Treasury Circular Ref. No. AG.4/16/ 2 Vol.3(72) of 30 June, 2021: The National Treasury provided revised reporting templates for the annual and quarterly statements as prescribed by PSASB to enable entities comply with statutory requirements for end of year and in-year reporting in accordance with the Public Finance Management Act, 2012.

Consequently, and in the absence of the statement of financial assets and liabilities, it was not possible to ascertain the status of the outstanding loans as at 30 June, 2021.

2. Unreconciled Outstanding Loans Balances

As previously reported, included in the Government Investments and Public Enterprises (GIPE) revenue statement for the year ended 30 June, 2021 is an analysis of the outstanding loans as at 30 June, 2021, which reflects an outstanding loans balance of Kshs.921,930,325,958. However, entities with a total loan balances amounting to Kshs.801,382,820,943 reflected in the statement differed with the loan balance of Kshs.468,063,607,436 independently confirmed from the entities resulting to an unexplained variances as summarized below.

	Institution	Balance as Per the Revenue Statements Kshs.	Balance Confirmed After Circularisation Kshs.	Variance Kshs.
1	Agricultural Settlement Fund and Central Land Board	75,778,732	1,997,085	73,781,647
2	Agro-Chemical and Food Company Limited	2,846,884,000	2,941,884,000	(95,000,000)

	Institution	Balance as Per the Revenue Statements Kshs.	Balance Confirmed After Circularisation Kshs.	Variance Kshs.
3	Catering Levy Trustee/Kenya Utalii College	122,000,000	122,125,028	(125,028)
4	Coast Water Service Board	26,271,589,290	12,612,106,531	13,659,482,759
5	IDB Capital Limited	1,555,675,500	427,859,958	1,127,815,542
6	Industrial and Commercial Development Corporation	1,154,256,132	834,256,132	320,000,000
7	Kenya Civil Aviation Authority	2,083,556,987	2,029,024,956	54,532,031
8	Kenya Electricity Generating Company Limited	124,031,838,792	91,083,498,902	32,948,339,890
9	Kenya Meat Commission	940,241,100	300,000,000	640,241,100
10	Kenya Mortgage Refinance Company	34,028,098,320	-	34,028,098,320
11	Kenya Power and Lighting Company Limited	81,057,031,602	48,028,197,610	33,028,833,992
12	Kenya Railways Corporation	473,210,691,342	275,999,310,390	197,211,380,952
13	Kenyatta University	10,857,620,656	-	10,857,620,656
14	Lake Victoria South Water Services Board	14,511,405,134	1,978,015,170	12,533,389,964
15	Northern Water Services Board	5,389,000,000	2,757,691,547	2,631,308,453
16	Nzoia Sugar Company Limited	458,510,100	11,026,057,100	(10,567,547,000)
17	South Nyanza Sugar Company Limited	199,027,420	207,504,015	(8,476,595)
18	Tana Water Services Board	7,543,116,143	1,806,440,885	5,736,675,258
19	Water Resource Management	1,397,341,243	362,612,300	1,034,728,943
20	Rural Electrification Authority	13,649,158,450	15,545,025,827	(1,895,867,377)
	Total	801,382,820,943	468,063,607,436	

Further, debtors with outstanding balances amounting to Kshs.116,884,137,600 did not confirm their loan balances as at 30 June, 2021 as detailed below.

	Institution	Balance as Per Revenue Statements Kshs.
1	Athi Water Services Board	60,318,787,074
2	Co-operative Bank of Kenya Limited	287,416,721
3	East African Sugar Industries Limited, Muhoroni	177,123,100
4	Equity Bank Limited	614,213,405
5	Faulu Kenya Deposit Taking Micro-Finance Limited	58,892,166
6	Halal Meat Products	27,701,420
7	Kenya Airports Authority	2,966,983,076
8	Kenya Urban Transport Various Towns	40,706,140

Report of the Auditor-General on Government Investments and Public Enterprises - Revenue Statements for the year ended 30 June, 2021 - The National Treasury

	Institution	Balance as Per Revenue Statements Kshs.
9	Kenya Women Finance Trust Deposit Taking Micro-Finance Limited	60,333,584
10	Kilifi Mariakani Water and Sewerage Company Limited	1,059,644,328
11	Kwale Water and Sewerage Company Limited	2,051,265,560
12	Lake Victoria North Water Services Board	11,607,143,705
13	Local Government Loans Authority	7,594,273,720
14	Malindi Water, Sewerage and Sanitation Company Limited	1,058,633,217
15	Miwani Outgrowers Mills Limited	6,600,000
16	Miwani Sugar Company (1989) Limited	16,000,020
17	Miwani Sugar Mills Limited	78,088,180
18	Mombasa Pipeline Board	22,964,980
19	Mombasa Water and Sanitation Company Limited	1,798,411,538
20	Mumias Outgrowers Company Limited	16,517,400
21	Mumias Sugar Company Limited	3,000,000,000
22	Nairobi City Council	102,333,760
23	National Irrigation Board	2,262,036,544
24	National Water Conservation and Pipeline Corporation	2,460,874,897
25	Rift Valley Water Services Board	4,895,315,071
26	Tanathi Water Services Board	9,713,565,506
27	Tavevo Water and Sewerage Company Limited	1,506,555,390
28	Uchumi Supermarkets Limited	1,200,000,000
29	Water Sector Trust Fund	1,881,757,098
	Total	116,884,137,600

Under the circumstances, the validity, accuracy and completeness of the reported outstanding loans balance of Kshs.921,930,325,958 as at 30 June, 2021 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of The National Treasury - Government Investments and Public Enterprises Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with ISSAI and in accordance with other ethical requirements applicable to performing audits of revenue statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse opinion.

Key Audit Matters

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

Other Matter

Dormant Loans

As previously reported, included in the total loan portfolio of Kshs.921,930,325,958 as at 30 June, 2021 were seventeen (17) loans amounting to Kshs.218,811,487,711 representing 24% of the total loan portfolio that had no movement during the year and have remained unpaid over a significant period. Further, the Management did not provide the aging analysis of the dormant loans tabulated below:

	Institution	Amount Outstanding as at 30 June, 2021 Kshs.
1	Kenya Railways Corporation	179,042,472,762
2	Kenyatta University	10,857,620,656
3	Tanathi Water Services Board	9,713,565,506
4	Tana Water Services Board	7,543,116,143
5	Mumias Sugar Company Limited	3,000,000,000
6	National Water Conservation and Pipeline Corporation	2,460,874,897
7	National Irrigation Board	2,262,036,544
8	Water Resource Management	1,397,341,243
9	Uchumi Supermarkets Limited	1,200,000,000
10	Kenya Meat Commission	940,241,100
11	East African Sugar Industries Limited, Muhoroni	177,123,100
12	Miwani Sugar Mills Limited	78,088,180
13	Kenya Tourist Development Corporation	48,000,000
14	Kenya Urban Transport Various Towns	40,706,140
15	Halal Meat Products	27,701,420
16	Miwani Sugar Company (1989) Limited	16,000,020
17	Miwani Outgrowers Mills Limited	6,600,000
	Total	218,811,487,711

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 4000. The standard requires 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

revenue 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, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, based on the audit procedures performed, I confirm 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 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.

Responsibilities of Management and those Charged with Governance

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

In preparing the revenue statement, Management is responsible for assessing The National Treasury - Government Investments and Public Enterprises' ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of intention to terminate the Government Investments and Public Enterprises or to cease operations.

Management is also responsible for the submission of the revenue 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 revenue statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the revenue statements are in compliance with the authorities which govern them, and that public money is applied in an effective way.

Those charged with governance are responsible for overseeing The National Treasury - Government Investments and Public Enterprises' 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the revenue statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. 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 and weakness 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 revenue statements.

In addition to the audit of the revenue statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the revenue statements are in compliance with the authorities that govern them, and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the revenue statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the revenue statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:


- Identify and assess the risks of material misstatement of the revenue statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on The National Treasury - Government Investments and Public Enterprises' ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the revenue statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause The National Treasury - Government Investments and Public Enterprises to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the revenue statements, including the disclosures, and whether the revenue statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of The National Treasury - Government Investments and Public Enterprises to express an opinion on the revenue statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 April, 2022

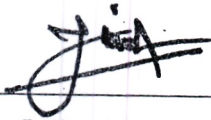
THE NATIONAL TREASURY & PLANNING
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For the year ended June 30th, 2021

V. Statement of Receipts And Transfers For The Year Ended JUNE 30TH, 2021

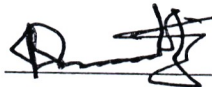
Non-Tax Revenues	Note	2020-2021	2019-2020
		Kshs.	Kshs.
Loan Redemption	1	6,258,788,627.05	3,221,416,321.2
Interest	1	2,095,215,294.60	1,794,949,797.50
Investment Income	2	47,884,300,534.70	90,663,124,335.05
Total Non-Tax Revenue		56,238,304,456.35	95,679,490,453.75
Total Revenue Collected		56,238,304,456.35	95,679,490,453.75
Transfers to Exchequer	3	56,238,304,456.35	95,679,490,453.75
Balance Brought Forward		107,036.05	107,036.05
Balance Carried Forward		107,036.05	

The department receives loan repayments, interest on loans and investment income and then transfers the same (whole amount) to the Exchequer. These receipts form an integral part of the revenue statements.

The revenue statements were approved on 28th Sept., 2021 and signed by:



Dr. Julius M. Muia, PhD, CBS
 Principal Secretary/National Treasury



Nemwel M. Motanya
 ICPAK Member No. 2367
 Head of Accounting Unit

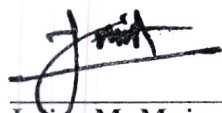
THE NATIONAL TREASURY & PLANNING
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For the year ended June 30th, 2021

VI. Statement of Arrears of Receipts for The Year Ended June 30TH, 2021

Classification of Revenue	Accumulated amount in arrears from prior periods to June 30 th , 2019	Amount in arrears to June 30 th , 2020	Amount in arrears for the year 2020/ 2021	Total arrears as at June 30 th , 2021	Measures taken to recover the arrears	Assessment to recoverability of arrears
	Kshs.	Kshs.	Kshs.	Kshs.		
Loan Redemption	12,088,990,513.85	23,839,119,677.68	14,237,279,781.91	38,076,399,459.59	The National Treasury continues to demand for the amounts in arrears.	Most companies and Boards are facing financial difficulties, others are pegging their repayment on Leasing that is underway.
Interest Receipts	27,076,047,514.94	30,261,268,672.47	5,674,375,503.78	35,935,644,176.25	The National Treasury continues to demand for the amounts in arrears.	
Total	39,165,038,028.79	54,100,388,350.15	19,911,655,285.69	74,012,043,635.84		

Commentary on Arrears of Receipts

The arrears of revenue with respect to principal loan and accrued interest relates to previous years accumulated revenue due and outstanding of **KSh. 74.01 billion** as at 30th June 2021, indicating an increase of **KSh. 19.91 billion** during the year. The growth is occasioned by the Loan due from Kenya Railway Company which became due in the year, (**Kshs. 12 billion**). Water sector also contributed to the growth where loan due constitute about 42% of loan in arrears is facing financial challenges due to the reforms and changes of law governing the Water Sector where water is a devolved function and Sugar Sector where entities have been earmarked for leasing and are awaiting the outcome of the process and direction on all outstanding loan principal and accrued interest. However, the National Treasury & Planning continues to demand for the amount in arrears.



Julius M. Muia, PhD, CBS
Principal Secretary/National Treasury



Nemwel M. Motanya
ICPAK Member No. 2367
Head of Accounting Unit

THE NATIONAL TREASURY & PLANNING
Reports and Financial Statements
For the year ended June 30th, 2021

VII. Statement of Comparison of Budget and Actual Amounts For The Year Ended June 30th, 2021

Classification of Revenue	Printed Estimates	Revised Estimates	Actual	Variance	% Variance
Loan Redemption	4,824,900,888	1,785,044,546	6,258,788,627.05	4,473,744,080.55	251%
Interest Receipts	1,659,783,124	1,886,634,220	2,095,215,294.60	208,581,074.65	11%
Profit & Dividends –CBK		7,500,000,000	7,500,000,000.00	7,500,000,000.00	0
Other Profits & Dividends	28,599,347,175	32,567,655,534	37,607,115,534.70	5,039,460,000.70	15%
Surplus Funds	12,338,000,000	24,400,000,000	2,777,185,000.00	(21,622,815,000.00)	(89%)
Total	47,422,031,187	68,139,334,300	56,238,304,456.35	8,816,273,268.9	19%

VII. NOTES TO THE ACCOUNTS

1. (a) 4510201: Loan Redemption

Revised estimates of Kshs. 1.76 billion against actual receipts of Kshs. 6.26 billion, shows an over collection of Kshs. 4.47 billion. This was mainly caused by revision of loan redemption amount done based on moratorium that had been given and financial challenges that were reported by the State Corporations. However, KENGEN paid the whole amount of Kshs.5.7 billion being the moratorium that had been given in the 2020/21 FY.

1. (b) 1410101: Loan Interest

Revised estimates of Kshs. 1.89 billion against actual receipts of KSh. 2.1 billion shows an over collection of Kshs. 0.28 billion mainly due to repayment of interest on loans where the revision had been done based on moratorium request that had been received at The National Treasury and financial challenges that were reported by the State Corporations. KENGEN paid their interest equivalent to the moratorium that they had been given in the 2020/21 FY.

2.(a) 1410202: Dividends from Central Bank of Kenya (CBK)

The budgeted dividend from CBK in FY 2020/2021 revised estimates of Kshs 7.50 billion against actual receipts of KSh. 7.5 billion shows there was no variance.

2.(b) 1410202: Other Profits & Dividends

The budgeted dividend in the revised estimates of Kshs 32.6 billion against actual receipts of KSh. 37.61 billion shows an over collection of Kshs. 5.01 billion. The increase is mainly attributable to Kenya Ports Authority (KPA), Kenya Pipeline company (KPC) and Kenya Electricity Generating Company Ltd (KENGEN) where majority paid a special dividend to the National Treasury. This was

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an accrued amount that was supposed to be paid in 2019/20 FY after the review and rationalization of State Corporations budget for 2019/2020 FY, where some Entities were found with resources that were not required for immediate use and the funds were identified to be remitted to the National Exchequer.

2. (c) 1410203: Surplus Funds

Revised estimates Kshs 24.4 billion against actual receipts of KSh.2.8 billion shows an under collection of Kshs 21.6 billion. The decrease is mainly due to some State Corporation (Regulatory) who were expected to remit the surplus to National Treasury but they paid directly to Kenya Revenue Authority.

3. Transfer to the Exchequer

The total receipts of **Kshs. 56,238,304,456.35** was received and transferred to the exchequer during the financial year ended June 30th, 2021

SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. 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.

2. Reporting Currency

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

3. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by The National Treasury for all the years presented.

a) Recognition of Receipts

The receipts from the various sources when the cash has actually been received by The National Treasury. Total revenue receipts of **KSh. 56,238,304,456.35** was received as at June 30th, 2021.

4. Transfer to the Exchequer

The total receipts of **Kshs. 56,238,304,456.35** was received and transferred to the exchequer during the financial year ended June 30th, 2021

5. Interest on Loan

THE NATIONAL TREASURY & PLANNING
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Interest on Loan are recognized as receipt in the period in which they are received.

6. Loan Repayment (Principal Amount)

The repayment of principal amount received is recognized in the period in which the repayment is made.

7. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament as required by Law and there were supplementary adjustments to the original budget during the year.

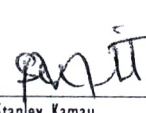
A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

THE NATIONAL TREASURY
DEPARTMENT OF GOVERNMENT INVESTMENT AND PUBLIC ENTERPRISES
SCHEDULE OF REVENUE RECEIPTS (LOAN INTEREST) - FY 2020/2021

SERIAL No.	DEPT. RECEIPT No.	CHEQUE/ TRANSACTION No.	CHEQUE/ TRANSACTION DATE	STATE CORPORATION	RECEIPT OF INTEREST Kshs	RECEIPT OF INTEREST Kshs	OFFICIAL RECEIPT No.
7	7	FT20190M8R6L	08/07/2020	AGRICULTURAL SETTLEMENT FUND	388,616.85		0209204
116	228	FT21120HV6K0	30/04/2021	AGRICULTURAL SETTLEMENT FUND	777,233.75	1,165,850.60	1581889
101	197	FT21090C4G66	31/3/2022	ELDORET WATER & SEWERAGE CO. LTD	3,937,500.10		1581831
102	200	FT21104ZRVYX	14/04/2021	ELDORET WATER & SEWERAGE CO. LTD	8,312,500.00		1581861
113	221	FT211160W7MJ	26/04/2021	ELDORET WATER & SEWERAGE CO. LTD	4,375,000.00	16,625,000.10	1581875
67	130	FT203669SGKI	31/12/2020	EQUITY BANK LTD	1,389,896.70	1,389,896.70	1103466
22	42	FT202172MK4G	4/8/2020	FAULU MICRO-FINANCE BANK LTD	2,452,840.30		0209242
94	177	FT210295SG16	29/01/2021	FAULU MICRO-FINANCE BANK LTD	1,963,072.20	4,416,912.50	1581808
112	220	FT21116VWV1S	26/04/2021	INDUSTRIAL & COMMERCIAL DEVELOPMENT COR.	4,215,732.15		1581874
124	237	FT21145H1N8Q	20/05/2021	INDUSTRIAL & COMMERCIAL DEVELOPMENT COR.	1,031,698.15		1636882
133	263	FT21174TTMOX	23/06/2021	INDUSTRIAL & COMMERCIAL DEVELOPMENT COR.	1,022,804.65	6,270,234.95	1636794
53	100	FT20337Z0H8Z	02/12/2020	KENYA CIVIL AVIATION AUTHORITY	30,475,505.15		0209450
55	102	FT20337BHD4V	02/12/2020	KENYA CIVIL AVIATION AUTHORITY	9,842,067.25		0209452
121	234	FT21140LJPV6	20/05/2021	KENYA CIVIL AVIATION AUTHORITY	30,673,124.25		1636879
123	236	FT21140XZV5B	20/05/2021	KENYA CIVIL AVIATION AUTHORITY	9,185,929.50	80,176,626.15	1636881
5	5	FT20189QK3CG	07/07/2020	KENGEN	197,802.10		0209202
110	208	FT21104YQMGY	14/04/2021	KENGEN	499,389,131.10		1581869
135	270	FT21181ZLLL2	30/06/2021	KENGEN	489,171,986.20		1709402
135	271	FT21181ZJDS1	30/06/2021	KENGEN	469,605,106.75		1709401
137	272	FT211816R3Z	30/06/2021	KENGEN	77,160,903.75		1709403
138	273	FT21181S4BYB	30/06/2021	KENGEN	73,806,080.80		1709404
139	278	FT211812LFD1	30/06/2021	KENGEN	30,751,406.40		1709405
140	279	FT21181M7ZMJ	30/06/2021	KENGEN	102,024,726.65		1709406
141	280	FT211811JYPC	30/06/2021	KENGEN	196,274,494.30		1709407
142	281	FT21181JYYVK	30/06/2021	KENGEN	14,990,291.50	1,953,371,929.55	1709408
48	92	FT20323NZVPR	18/11/2020	KENYA WOMEN MICRO-FINANCE BANK LTD	2,513,899.30		0209414
83	161	FT2103375F5S	02/02/2021	KENYA WOMEN MICRO-FINANCE BANK LTD	2,011,119.40	4,525,018.70	1103360
97	188	FT20325VXZ59	20/11/2021	LAKE VICTORIA NORTH WATER SERVICES BOARD	3,102,950.75	3,102,950.75	1581828
29	52	FT20244JQHGV	31/08/2020	NYERI WATER & SEWERAGE	7,562,561.30		0216510
87	170	FT21060L6FZC	01/03/2021	NYERI WATER & SEWERAGE	7,247,454.50	14,810,015.80	1103400
15	15	FT20212GHKNW	30/07/2020	RAFIKI MICRO-FINANCE BANK LTD	1,159,922.75		0209214
92	175	FT21029JJ5PL	29/01/2021	RAFIKI MICRO-FINANCE BANK LTD	927,938.20	2,087,860.95	1581805
88	171	FT21041FGJHI	10/02/2021	RIFT VALLEY WATER SERVICES BOARD	4,800,000.00	4,800,000.00	1581801
56	103	FT2033767K8K	02/12/2020	SMEP	1,401,673.75		1103253
90	173	FT210680JBK2	09/03/2021	SMEP	1,071,324.10	2,472,997.85	1581803
		TOTAL			2,095,215,294.60	2,095,215,294.60	



Julius M. Muia, PhD, CBS
Principal Secretary/National Treasury



Eng. Stanley Kamau
DG/ PIPM

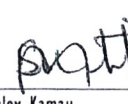


DEPARTMENT OF GOVERNMENT INVESTMENT AND PUBLIC ENTERPRISES
SCHEDULE OF REVENUE RECEIPTS (LOAN REDEMPTION) - FY 2020/2021

SERIAL No.	DEPT. RECEIPT No.	CHEQUE/ TRANSACTION No.	CHEQUE/ TRANSACTION DATE	STATE CORPORATION	RECEIPT OF PRINCIPAL	TOTAL	OFFICIAL RECEIPT No.
					Kshs	Kshs	
109	207	FT21099K76NN	09/04/2021	AGRICULTURAL FINANCE CORPORATION	11,080,810.00	11,080,810.00	1581868
7	7	FT20190MR86L	08/07/2020	AGRICULTURAL SETTLEMENT FUND	658,864.00		0209204
116	228	FT21120HY6K0	30/04/2021	AGRICULTURAL SETTLEMENT FUND	1,317,728.00	1,976,592.00	1581889
38	70	FT20279DHSYV	05/10/2020	ELDORET WATER & SEWERAGE CO. LTD	11,666,666.65		0216620
101	197	FT21090C4G66	31/3/2022	ELDORET WATER & SEWERAGE CO. LTD	11,666,666.60	23,333,333.25	1581831
67	130	FT203669SGK1	31/12/2020	EQUITY BANK LTD	17,073,755.00	17,073,755.00	1103466
14	14	FT20212J3585	30/07/2020	FAULU MICRO-FINANCE BANK LTD	19,630,722.75		0209213
94	177	FT2102955G16	29/01/2021	FAULU MICRO-FINANCE BANK LTD	19,630,722.75	39,261,445.50	1581808
112	220	FT21116VWY1S	26/04/2021	INDUSTRIAL & COMMERCIAL DEVELOPMENT COR.	11,728,285.35		1581874
124	237	FT21145H1N8Q	20/05/2021	INDUSTRIAL & COMMERCIAL DEVELOPMENT COR.	2,932,071.35		1636882
133	263	FT21174TMOX	23/06/2021	INDUSTRIAL & COMMERCIAL DEVELOPMENT COR.	2,932,071.35	17,592,428.05	1636794
21	41		10/08/2020	KENYA AIRPORTS AUTHORITY	10,947,214.00		0209240
63	119	FT20343VLJ47	08/12/2020	KENYA AIRPORTS AUTHORITY	1,795,165.10	12,742,379.10	1103220
52	99	FT203371DZZZ	02/12/2020	KENYA CIVIL AVIATION AUTHORITY	68,612,801.90		0209449
54	101	FT2033787K75	02/12/2020	KENYA CIVIL AVIATION AUTHORITY	26,245,512.75		0209451
121	233	FT21140Z76L3	20/05/2021	KENYA CIVIL AVIATION AUTHORITY	64,916,665.10		1636878
122	235	FT21140C8Y5T	20/05/2021	KENYA CIVIL AVIATION AUTHORITY	26,245,512.75	186,020,492.50	1636880
5	5	FT20189QK3CG	07/07/2020	KENGEN	12,362,660.70		0209202
110	208	FT21104YQMGY	14/04/2021	KENGEN	1,536,581,942.30		1581869
135	270	FT21181ZLLL2	30/06/2021	KENGEN	1,565,350,355.65		1709402
136	271	FT21181ZJDSY	30/06/2021	KENGEN	1,565,350,355.75		1709401
137	272	FT211816R3Z	30/06/2021	KENGEN	348,020,324.00		1709403
138	273	FT21181548YB	30/06/2021	KENGEN	348,020,322.45		1709404
139	278	FT211812LFD1	30/06/2021	KENGEN	200,009,147.80		1709405
140	279	FT21181M7ZMJ	30/06/2021	KENGEN	197,626,591.10		1709406
142	281	FT21181JYYVK	30/06/2021	KENGEN	34,876,352.00	5,808,198,051.75	1709408
48	92	FT20323NZVPR	18/11/2020	KENYA WOMEN MICRO-FINANCE BANK LTD	20,111,194.45		0209414
83	161	FT2103375F5S	02/02/2021	KENYA WOMEN MICRO-FINANCE BANK LTD	20,111,194.40	40,222,388.85	1103360
97	188	FT20325VXZ59	20/11/2021	LAKE VICTORIA NORTH WATER SERVICES BOARD	7,551,834.25	7,551,834.25	1581828
29	52	FT20244JQHGV	31/08/2020	NYERI WATER & SEWERAGE	25,208,537.70		0216510
87	170	FT21060L6FZC	01/03/2021	NYERI WATER & SEWERAGE	25,208,537.50	50,417,075.20	1103400
15	15	FT20212GHKNW	30/07/2020	RAFIKI MICRO-FINANCE BANK LTD	9,279,381.90		0209214
92	175	FT21029JJSPL	29/01/2021	RAFIKI MICRO-FINANCE BANK LTD	9,279,381.90	18,558,763.80	1581805
88	171	FT21041FGJHI	10/02/2021	RIFT VALLEY WATER SERVICES BOARD	5,000,000.00	5,000,000.00	1581801
56	103	FT2033767KBK	02/12/2020	SMEP	9,879,638.90		1103253
90	173	FT210680JBK2	09/03/2021	SMEP	9,879,638.90	19,759,277.80	1581803
		TOTAL			6,258,788,627.05	6,258,788,627.05	



Julius M. Muia, PhD, CBS
Principal Secretary/National Treasury




Eng. Stanley Kamau
DG/ PIPM

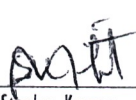


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THE NATIONAL TREASURY
DEPARTMENT OF GOVERNMENT INVESTMENT AND PUBLIC ENTERPRISES
SCHEDULE OF OTHER PROFITS & DIVIDEND RECEIPTS (INVESTMENT INCOME) - FY 2020/2021

SERIAL No.	DEPT. RECEIPT PV No.	CHEQUE/ TRANSACTION DATE	STATE CORPORATION	RECEIPT OF INVESTMENT REVENUE - DIVIDEND Kshs	RECEIPT OF INVESTMENT REVENUE - SURPLUS Kshs	RECEIPT OF INVESTMENT REVENUE - DIRECTORS' FEES Kshs
111	209	15/04/2021	AFRICAN TRADE INSURANCE AGENCY	84,697,499.70	-	-
106	204	08/04/2021	CAPITAL MARKETS AUTHORITY	-	-	1,260,000.00
86	169	17/02/2021	CENTRAL BANK OF KENYA	7,500,000,000.00	-	1,650,000.00
44	82	28/10/2020	COMMUNICATION AUTHORITY OF KENYA	1,767,363,150.00	2,777,185,000.00	3,615,063.80
96	187	25/11/2020	DE LA RUE EPZ LTD	58,120,000.00	-	4,000,000.00
42	80	9, 12/10/2020	DEVELOPMENT BANK OF KENYA	-	-	500,000.00
127	253	04/06/2021	ENERGY & PETROLEUM REG. AUTHORITY	-	-	1,816,083.50
75	140	07/01/2021	HOUSING FINANCE CO.LTD.	4,186,875.00	-	-
19	19	30/06/2020	INDUSTRIAL & COMMERCIAL DEVELOPMENT COR.	408,400.00	-	-
118	230	31/03/2021	IDB CAPITAL LTD.	-	-	129,999.60
132	262	02/06/2021	KENYA AIRWAYS	-	-	684,450.00
129	255	18/06/2021	KENYA COMMERCIAL BANK	635,001,947.00	-	-
143	282	30/06/2021	KENYA LITERATURE BUREAU	64,251,115.00	-	-
82	160	9/2/2021	KENGEN	1,153,856,022.00	-	1,800,000.00
49	93	26/11/2020	KENYA POWER & LIGHTING CO. LTD	783,239.40	-	2,400,000.00
61	117	22/08/4920	KENYA PIPELINE CO. LTD	2,700,000,000.00	-	-
99	190	18/03/2021	KENYA PORTS AUTHORITY	4,950,000,000.00	-	-
95	186	20/11/2020	KENYA REINSURANCE CORPORATION	168,000,000.00	-	720,000.00
128	254	04/06/2021	KENYA REVENUE AUTHORITY	-	-	1,200,000.00
31	54	28/08/2020	NAIROBI SECURITIES EXCHANGE	700,000.00	-	-
72	137	18/01/2021	NATIONAL HOUSING CORPORATION	13,558,379.00	-	-
70	135	10/12/2020	NATIONAL SOCIAL SECURITY FUND	-	-	600,000.00
57	104	01/12/2020	SAFARICOM LTD	25,941,759,273.00	-	1,650,000.00
4	4	02/07/2020	STANBIC HOLDINGS LTD	39,604,037.70	-	-
117	229	20/04/2021	TELKOM (K) LTD	-	-	2,800,000.00
				45,082,289,937.80	2,777,185,000.00	24,825,596.90
					47,884,300,534.70	


 Julius M. Muia, PhD, CBS
 Principal Secretary/National Treasury


 Eng. Stanley Kamau
 DG/ PIPM

THE NATIONAL TREASURY AND PLANNING
SCHEDULE OF ARREARS OF REVENUE HEAD 4510000 LOAN REDEMPTION RECEIPTS DUE AND UNCOLLECTED
AS AT 30/6/2021

	DESCRIPTION	FY 2018/2019 AND EARLIER YEARS		FY 2019/2020 AND EARLIER YEARS		INCREASE/DECREASE FY 2020/2021		TOTAL ARREARS FY 2020/2021		REMARKS
		Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
1	East African Sugar Industries (Muhoroni)	43,102,354.55	43,102,354.55	-	-	43,102,354.55	-	43,102,354.55	The amount in arrears have been authorised for write-off via CAB Memo(20)38.	
2	South Nyanza Sugar Co.	207,504,015.00	207,504,015.00	-	-	207,504,015.00	-	207,504,015.00	The amount in arrears have been authorised for write-off via CAB Memo(20)38.	
3	Nzoia Sugar Co.	12,964,320.00	12,964,320.00	-	-	12,964,320.00	-	12,964,320.00	The amount in arrears have been authorised for write-off via CAB Memo(20)38.	
4	Miwani Outgrowers Mills Ltd	16,787,642.86	16,787,642.86	-	-	16,787,642.86	-	16,787,642.86	Dormant. A Task Force has been constituted to consider and recommend the amounts for write-off.	
5	Mumias Outgrowers Ltd	18,003,840.00	18,003,840.00	-	-	18,003,840.00	-	18,003,840.00	Dormant. A Task Force has been constituted to consider and recommend the amounts for write-off.	
6	Miwani Sugar Co.	74,544,107.00	74,544,107.00	-	-	74,544,107.00	-	74,544,107.00	The amount in arrears have been authorised for write-off via CAB Memo(20)38.	
7	Loans to Local Government Authorities	293,009,980.00	293,009,980.00	-	-	293,009,980.00	-	293,009,980.00	LGLA has been dormant since the 1990's. A Task Force has been constituted to consider and recommend the amounts for write-off.	
8	Nairobi City Council	4,550,785,854.00	4,550,785,854.00	-	-	4,550,785,854.00	-	4,550,785,854.00	The NCC loans are now vested in the Nairobi County Government. A Task Force has been constituted to consider and recommend the amounts for write-off.	
9	National Water Conservation / Mombasa Pipeline	1,262,386,657.85	2,257,517,238.09	20,899,102.12	2,278,416,340.21	2,278,416,340.21	20,899,102.12	2,278,416,340.21	The Corporation has indicated that the assets have since moved from them to the new Water Boards thus the latter should bear the loan burden. The arrears will be addressed under devolution framework.	
10	Agricultural Settlement Fund and Central Land Board	75,425,176.41	75,425,176.41	-	-	75,425,176.41	(1,976,592.00)	73,448,584.41	The SF is consistent in its loan repayments and therefore reducing the arrears.	
11	Moi University	168,750,000.00	168,750,000.00	-	-	168,750,000.00	-	168,750,000.00	favour of Karatina University which has since become autonomous. The loan will be regularized in accordance with the privatisation framework.	
12	Agro-Chemical and Food Co. Ltd	2,401,241,486.00	2,401,241,486.00	-	-	2,401,241,486.00	-	2,401,241,486.00	The Co. is earmarked for privatization. The treatment of GoK loans will be addressed under the privatization framework.	
13	Co-operative Bank of Kenya	72,915,185.00	72,915,185.00	-	-	72,915,185.00	-	72,915,185.00	A reconciliation exercise to be undertaken to agree the TNT & the Bank's records. The Bank has indicated inability to repay loans that it on-lent to various Co-operative Societies that have since collapsed.	
14	Catering Levy Trustee/Utalii College	128,000,000.00	123,000,000.00	-	-	123,000,000.00	-	123,000,000.00	The college has requested for the loan balance be written off. A Task Force has been constituted to consider and recommend the amounts for write-off.	

15	Athi Water Services Board	274,556,000.00	4,904,021,514.35	290,207,255.78	5,194,228,770.12	The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
16	Halal Meat Products	27,701,420.00	27,701,420.00	-	27,701,420.00	The Company has not been servicing the loan. The Co. sued the Government and the court decided in their favour.
17	Tanathi Water Services Board	313,048,364.71	993,976,053.96	111,818,651.36	1,105,794,705.32	The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
18	Coast Water Services Board	1,569,271,037.97	3,377,423,104.94	188,221,944.65	3,565,645,049.58	The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
19	National Irrigation Board	138,994,333.35	308,531,479.74	44,278,850.33	352,810,330.07	The Board is facing financial difficulties thus unable to repay the loan. They have requested Treasury to write-off the loan or convert it into a grant. The request is being considered. Treasury continues to demand for the amounts due.
20	Kenya Meat Commission	213,200,000.00	275,600,000.00	31,200,000.01	306,800,000.01	The Commission has been experiencing financial difficulties and continues to make huge losses. It is one of the public owned companies that had been earmarked for privatization and the balances were to be addressed during the privatization. The commission is currently under Ministry of Defense and The National Treasury will continue demanding the amount due.
21	Lake Victoria North Water Service Board	29,273,120.42	632,863,533.08	20,302,529.17	653,166,062.25	The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
22	Lake Victoria South Water Service Board	121,853,846.50	1,109,985,446.23	69,045,038.66	1,179,030,484.89	The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
23	Tana Water Service Board	32,113,930.78	472,053,725.59	26,009,065.02	498,062,790.60	The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
24	Rift Valley Water Services Board	27,144,803.77	530,826,154.17	27,144,803.77	557,970,957.94	The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.

25	Water Resources Management Authority	16,413,037.69	28,500,114.37	16,670,266.67	45,170,381.04	The Authority is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
26	Kenya University	-	862,085,932.35	477,486,327.38	1,339,572,259.74	The University Hospital has been taken over by the Government from the College.
27	Kenya Railways Corporation	-	-	12,915,972,539.01	12,915,972,539.01	
	TOTAL	12,088,990,513.85	23,839,119,677.68	14,237,279,781.91	38,076,399,459.59	



Julius H. Muia, PhD, CBS
Principal Secretary/National Treasury



Eng. Stanley Kamau
DG/ PPH



THE NATIONAL TREASURY AND PLANNING
SCHEDULE OF ARREARS OF REVENUE HEAD 1410000 LOAN INTEREST RECEIPTS DUE AND UNCOLLECTED
AS AT 30/6/2021

	DESCRIPTION	FY 2018/2019 AND EARLIER YEARS			FY 2019/2020 AND EARLIER YEARS			FY 2020/2021			REMARKS
		Kshs			Kshs			Kshs			
	Nairobi City Council										The NCC loans are now vested in the Nairobi County Government. The recoverability of these loans remain doubtful. A Task Force has been constituted to consider and recommend the amounts for write-off.
1		10,160,506,075.60			10,160,506,075.60						The amount in arrears have been authorised for write-off via CAB Memo(20)38.
2	South Nyanza Sugar Co.	372,512,027.49			372,512,027.49						The amount in arrears have been authorised for write-off via CAB Memo(20)38.
3	Muhoroni Sugar Co. (In receivership)	26,316,314.21			26,316,314.21						The amount in arrears have been authorised for write-off via CAB Memo(20)38.
4	Nzoia Sugar Co.	10,989,522.00			10,989,522.00						The amount in arrears have been authorised for write-off via CAB Memo(20)38.
5	Miwani Outgrowers Mills Ltd	11,409,916.64			11,409,916.64						Dormant. A Task Force has been constituted to consider and recommend the amounts for write-off.
6	Mumias Outgrowers Ltd	3,056,485.00			3,056,485.00						Dormant. A Task Force has been constituted to consider and recommend the amounts for write-off.
7	Miwani Sugar Co. (In receivership)	46,303,555.00			46,303,555.00						The amount in arrears have been authorised for write-off via CAB Memo(20)38.
8	Loans to Local Government Authorities	555,107,640.00			555,107,640.00						LGLA has been dormant since the 1990's. A Task Force has been constituted to consider and recommend the amounts for write-off.
9	Kenya Meat Commission	33,503,046.08			35,323,046.08						The Commission has been experiencing financial difficulties and continues to make huge losses. It is one of the public owned companies that had been earmarked for privatization and the balances were to be addressed during the privatization. The commission is currently under Ministry of Defense and The National Treasury will continue demanding the amount due.
10	National Irrigation Board	466,215,029.12			549,542,131.95						The Board is facing financial difficulties thus unable to repay the loan. They have requested Treasury to write-off the loan or convert it into a grant. The request is being considered. Treasury continues to demand for the amounts due.
11	National Water Conservation / Mombasa Pipeline	3,149,419,831.43			3,149,419,831.43						The Corporation has indicated that the assets have since moved from them to the new Water Boards thus the later should bear the loan burden. The arrears will be addressed under devolution framework.
12	Agricultural Settlement Fund and Central Land Board	25,856,897.55			25,856,897.55						The SFT is consistent in its loan & interest repayments.
13	KTDC Revolving Fund	48,536,000.00			52,616,000.00						This is interest on an irradimable revolving fund of Kshs.48M. The Corporation requested for the termination of the interest payment. A Task Force has been constituted to consider and recommend the amounts for write-off.
14	Agro-Chemical and Food Co. Ltd	3,196,553,616.00			3,196,553,616.00						The Co. is earmarked for privatization. The treatment of GoK loans will be addressed under the privatization framework.

15	Moi University	32,143,291.65	32,143,291.65						The institution has indicated that the funds were used in favour of Karatina University which has since become autonomous. The loan will be regularized in accordance with the Vesting Order.
16	Catering Levy Trustee/Utalili College	556,430,637.29	556,430,637.29						The college has requested for the loan balance be written off. A Task Force has been constituted to consider and recommend the amounts for write-off
17	Lake Victoria North Water Service Board	491,111,581.38	491,111,581.38	10,557.315.17					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
18	Water Resources Management Authority	42,691,070.71	42,691,070.71	11,962,583.36					The Authority is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
19	Athi Water Services Board	294,562,064.56	711,671,777.44	21,765,544.18					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
20	Coast Water Services Board	567,501,910.05	696,701,344.04	14,116,645.82					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
21	Habli Meat Products	6,679,310,917.38	7,530,845,655.26	601,005,146.86					The Company has not been servicing the loan. The Co. sued the Government and the court decided in their favour. The department is seeking the AG opinion in the wake of the counter-claim from the Co.
22	Tanathi Water Services Board	229,078,307.74	302,261,543.90	70,445,750.74					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
23	Tana Water Services Board	30,106,809.58	329,040,227.80	16,385,710.58					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
24	Rit Valley Water Services Board	11,536,541.60	213,536,587.86	10,179,301.41					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
25	Lake Victoria South Water Service Board	35,288,426.87	609,742,114.33	15,017,295.83					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
26	Kenyatta University		549,579,781.85	286,491,796.41					The Board is facing financial difficulties thus unable to repay the loan. An Inter-Ministerial Committee has been constituted to review all water Sector loans.
27	Kenya Railways Corporation			4,545,185,291.29					The University Hospital has been taken over by the Government from the College.
	TOTAL	27,076,047,514.94	30,261,268,672.47	5,674,375,503.78					

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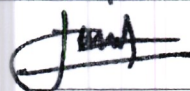
Eng. Stanley Kamau
DG/ PFM

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Julius H. Muia, PhD, CBS
Principal Secretary/National Treasury

THE NATIONAL TREASURY AND PLANNING
ANALYSIS OF OUTSTANDING LOANS AS AT 30TH JUNE 2021

	AMOUNT LENT <i>Kshs</i>	AMOUNT REPAYD/ WRITTEN OFF <i>Kshs</i>	AMOUNT OUTSTANDING <i>Kshs</i>
Balance b/f - 1st July 2020	907,057,486,726.09	40,051,825,453.76	867,005,661,272.33
Loan Redemptions during the year	-	6,258,788,627.05	(6,258,788,627.05)
Add: New Loans:			
1 Rift Valley Water Services Board	110,000,000.00	-	110,000,000.00
2 Athi Water Works Development Agency	448,969,300.95	-	448,969,300.95
3 Athi Water Works Development Agency	6,880,000,000.00	-	6,880,000,000.00
4 Athi Water Works Development Agency	12,863,180,000.00	-	12,863,180,000.00
5 Kenya Mortgage Refinance Company	2,250,000,000.00	-	2,250,000,000.00
6 Kenya Mortgage Refinance Company	9,000,000,000.00	-	9,000,000,000.00
7 Kenya Electricity Generating Co. Ltd.	14,228,618,567.50	-	14,228,618,567.50
8 Water Sector Trust Fund	1,881,757,098.16	-	1,881,757,098.16
Loan Amount Adjusted:			
1 Athi Water Works Development Agency	1,008,268,712.00	-	1,008,268,712.00
2 Equity Bank Ltd	137,819,580.57	-	137,819,580.57
3 Kenya Civil Aviation Authority	713,494,361.00	-	713,494,361.00
4 Kenya Power and Lighting Co. Limited	1,668,543,504.00	-	1,668,543,504.00
5 Kenya Power and Lighting Co. Limited	473,224,049.00	-	473,224,049.00
6 Kenya Power and Lighting Co. Limited	3,065,366,548.00	-	3,065,366,548.00
7 Lake Victoria South Water Services Board	932,151,400.00	-	932,151,400.00
8 Lake Victoria South Water Services Board	457,468,128.00	-	457,468,128.00
9 Lake Victoria North Water Services Board	2,962,217,992.00	-	2,962,217,992.00
10 Lake Victoria North Water Services Board	535,485,805.00	-	535,485,805.00
11 Lake Victoria North Water Services Board	527,478,487.00	-	527,478,487.00
12 Water Resource Management Authority	294,070,604.00	-	294,070,604.00
13 Water Resource Management Authority	740,658,339.00	-	740,658,339.00
Less: Amount Written off / Repaid now removed from Schedule:			
Industrial and Commercial Dev. Corporation	(863,087,559.00)	(863,087,559.00)	-
Agricultural Finance Corporation	(28,494,453.00)	(33,175,290.00)	4,680,837.00
Balance Outstanding as at 30TH JUNE 2021	967,344,677,190.27	45,414,351,231.81	921,930,325,958.46



Julius M. Muia, PhD, CBS
Principal Secretary/National Treasury



Eng. Stanley Kamau
DG/ PIPM



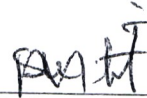
THE NATIONAL TREASURY AND PLANNING
SUMMARY SCHEDULE OF OUTSTANDING LOANS AS AT 30TH JUNE 2021

	TO WHOM LENT	AMOUNT LENT Kshs	AMOUNT REPAID/ WRITTEN OFF Kshs	AMOUNT OUTSTANDING AS AT 30TH JUNE 2021 Kshs
1	Agricultural Finance Corporation	533,800,000.00	65,080,810.00	468,719,190.00
2	Agricultural Settlement Fund and Central Land Board.	126,326,880.00	50,548,147.84	75,778,732.16
3	Agro-chemical & food Company Ltd	2,941,884,000.00	95,000,000.00	2,846,884,000.00
4	Athi Water Services Board	60,800,004,958.46	481,217,884.60	60,318,787,073.86
5	Catering Levy Trustee/Kenya Utalii College	140,000,000.00	18,000,000.00	122,000,000.00
6	Coast Water Service Board	26,271,589,290.03	-	26,271,589,290.03
7	Co-operative Bank of Kenya Ltd	417,861,548.00	130,444,827.35	287,416,720.65
8	East African Sugar Industries Limited, Muhoroni	177,123,100.00	-	177,123,100.00
9	Eldoret Municipal Council/ Eldoret Water & Sanitation Co. Ltd	1,058,673,824.12	755,340,490.86	303,333,333.26
10	Equity Bank Ltd	792,119,872.50	177,906,467.90	614,213,404.60
11	Faulu Kenya Deposit Taking Micro-Finance Ltd.	235,568,666.65	176,676,500.90	58,892,165.75
12	Halal Meat Products	27,701,420.00	-	27,701,420.00
13	IDB Capital Limited	1,555,675,500.00	-	1,555,675,500.00
14	Industrial and Commercial Dev. Corporation	1,191,848,560.00	37,592,428.05	1,154,256,131.95
15	Kenya Airports Authority	4,251,876,908.35	1,284,893,832.25	2,966,983,076.10
16	Kenya Civil Aviation Authority	2,800,587,168.00	717,030,180.85	2,083,556,987.15
17	Kenya Electricity Generating Co. Ltd.	153,205,616,878.12	29,173,778,085.85	124,031,838,792.27
18	Kenya Meat Commission	940,241,100.00	-	940,241,100.00
19	Kenya Mortgage Refinance Company	34,028,098,320.00	-	34,028,098,320.00
20	Kenya Power and Lighting Co. Limited	92,009,647,929.65	10,952,616,327.66	81,057,031,601.99
21	Kenya Railways Corporation	473,210,691,341.74	-	473,210,691,341.74
22	Kenya Tourist Development Corporation	48,000,000.00	-	48,000,000.00
23	Kenya Urban Transport Various Towns	40,706,140.00	-	40,706,140.00
24	Kenya Women Finance Trust Deposit Taking Micro-Finance Ltd.	241,334,332.91	181,000,749.15	60,333,583.76
25	Kenyatta University	10,857,620,656.00	-	10,857,620,656.00
26	Kilifi Mariakani Water & Sewerage Co. Ltd	1,059,644,328.00	-	1,059,644,328.00
27	Kwale Water & Sewerage Co. Ltd	2,051,265,560.00	-	2,051,265,560.00
28	Lake Basin Development Authority (LBDA)	2,000,000,000.00	-	2,000,000,000.00
29	Lake Victoria North Water Services Board	11,618,627,783.47	11,484,078.15	11,607,143,705.32
30	Lake Victoria South Water Services Board	14,511,405,133.89	-	14,511,405,133.89
31	Local Government Loans Authority	7,688,792,480.00	94,518,760.00	7,594,273,720.00
32	Malindi Water, Sewerage & Sanitation Co. Ltd	1,058,633,217.00	-	1,058,633,217.00
33	Miwani Outgrowers Mills Limited	6,600,000.00	-	6,600,000.00
34	Miwani Sugar Company (1989) Limited	16,000,020.00	-	16,000,020.00
35	Miwani Sugar Mills Limited	78,088,180.00	-	78,088,180.00
36	Moi University	250,000,000.00	18,750,000.00	231,250,000.00
37	Mombasa Pipeline Board	63,400,000.00	40,435,020.00	22,964,980.00
38	Mombasa Water & Sanitation Co. Ltd	1,798,411,538.00	-	1,798,411,538.00
39	Mumias Outgrowers Company Limited	43,208,440.00	26,691,040.00	16,517,400.00
40	Mumias Sugar Company Limited	3,000,000,000.00	-	3,000,000,000.00
41	Nairobi City Council	123,109,580.00	20,775,820.00	102,333,760.00
42	National Irrigation Board	2,262,036,544.00	-	2,262,036,544.00
43	National Water Conservation and Pipeline Corporation	2,460,874,897.13	-	2,460,874,897.13
44	Northern Water Services Board	5,389,000,000.00	-	5,389,000,000.00
45	Nyeri Water and Sewerage Company	1,159,592,738.00	605,004,908.15	554,587,829.85
46	Nzoia Sugar Company Limited	482,139,360.00	23,629,260.00	458,510,100.00
47	Rafiki Deposit Taking Micro-Finance Ltd.	111,352,583.25	83,514,437.15	27,838,146.10
48	Rift Valley Water Services Board	4,944,529,796.04	49,214,725.00	4,895,315,071.04
49	Rural Electrification Authority	13,649,158,449.70	-	13,649,158,449.70
50	SMEP Deposit Taking Micro-Finance Ltd.	118,555,666.67	88,916,750.10	29,638,916.57
51	South Nyanza Sugar Company Limited	253,317,120.00	54,289,700.00	199,027,420.00
52	Tana Water Services Board	7,543,116,143.09	-	7,543,116,143.09
53	Tanathi Water Services Board	9,713,565,506.35	-	9,713,565,506.35
54	Tavevo Water & Sewerage Co. Ltd	1,506,555,390.00	-	1,506,555,390.00
55	Uchumi Supermarkets Limited	1,200,000,000.00	-	1,200,000,000.00
56	Water Resource Management	1,397,341,243.00	-	1,397,341,243.00

57	Water Sector Trust Fund		1,881,757,098.16	-	1,881,757,098.16
			967,344,677,190.27	45,414,351,231.81	921,930,325,958.46



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Principal Secretary/National Treasury



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THE NATIONAL TREASURY AND PLANNING

SCHEDULE OF INVESTMENTS BY THE CABINET SECRETARY/NATIONAL TREASURY IN VARIOUS COMPANIES

AS AT 30TH JUNE 2021

LISTED COMPANIES

	Company Name	Number Of Shares As 30/06/2020	Nominal Value 2020 Kshs	Number Of Shares As 30/06/2021	Nominal Value 2021 Kshs	% GOK Share Holding	Remarks
	(a)Kenya Power & Lighting Co. Ltd - ordinary shares	946,062,063	2,365,155,157.50	946,062,063	2,365,155,157.50	50.1	No. change
1	(b)Kenya Power & Lighting Co. Ltd - 4% & 7% cumulative pref. stock	813,549	16,270,980.00	813,549	16,270,980.00		No Change
2	Kenya Commercial Bank Ltd	523,600,000	523,600,000.00	621,223,000	621,223,000.00		No Change
3	CFC Stanbic Bank Ltd	4,342,548	21,712,740.00	4,342,548	21,712,740.00	1.59	No Change
4	CFC Insurance Holdings Ltd (Liberty Kenya Holding Ltd)	4,342,548	4,342,548.00	4,342,548	4,342,548.00		No Change
5	Mumias Sugar Company Ltd	306,000,000	612,000,000.00	306,000,000	612,000,000.00	20	No Change
6	Kenya Airways Ltd	2,847,844,811	14,239,224,055.00	2,847,844,811	14,239,224,055.00	48.90	No Change
7	Housing Finance Co. of Kenya	9,265,135	46,325,675.00	9,265,135	46,325,675.00	2.41	No change
8	Kenya Electricity Generating Company	4,615,424,088	11,538,560,220.00	4,615,424,088	11,538,560,220.00	70	No Change
9	East Africa Portland Cement Company Ltd	22,804,305	114,021,525.00	22,804,305	114,021,525.00	25.3	No change
10	Safaricom Ltd	14,022,578,580	70,112,892,900.00	14,022,578,580	70,112,892,900.00	35	No change
11	Nairobi Securities Exchange (NSE)	8,750,000	8,750,000.00	8,750,000	8,750,000.00	3.372	No change
12	Uchumi Supermarkets	53,537,573	267,687,865.00	53,537,573	267,687,865.00	15	No change
13	Kenya Reinsurance Company	420,000,000	1,050,000,000.00	420,000,000	1,050,000,000.00	60	No change
14	Unga Group Limited	568	2,765.00	568	2,765.00	0	No change
	Sub-Total	23,785,365,768	100,920,546,431	23,882,988,768	101,018,169,431		

NOT LISTED COMPANIES

Company Name	Number Of Shares As 30/06/2020	Nominal Value 2020 Kshs	Number Of Shares As 30/06/2021	Nominal Value 2021 Kshs	% GOK S/holding	Remarks
1 Consolidated Bank of Kenya	35,000,000	700,000,000.00	140,000,000	2,800,000,000.00	93%	
2 Geothermal Development Corporation	20,000	2,000,000.00	20,000	2,000,000.00	100%	No change
3 Kenya National Assurance Company (2001) Ltd.	50,000	50,000,000.00	50,000	50,000,000.00	100	No Change
4 Kenya Petroleum Refineries Ltd	19,800,000	396,000,000.00	36,800,000	736,000,000.00	100	
5 Kenya Pipeline Company Ltd	18,173,299	363,465,980.00	18,173,299	363,465,980.00	100	No change
6 Kenya Vehicle Manufacturers Limited	385,000	7,700,000.00	385,000	7,700,000.00	35	No change
7 IDB Capital Ltd - Class A	26,779,500	535,590,000.00	26,779,500	535,590,000.00	85.2%	No Change
IDB Capital Ltd - Class B	235,500	4,710,000.00	235,500	4,710,000.00		
8 New Kenya Co-operative Creameries Ltd	54,702,886	547,028,860.00	54,702,886	547,028,860.00	100	No Change
9 Nzoia Sugar Company Ltd	26,600,000	532,000,000.00	26,600,000	532,000,000.00	98	No change
10 South Nyanza Sugar Company	17,485,984	349,719,680.00	17,485,984	349,719,680.00	99	No change.
11 East African Industries Ltd	1	20.00	1	20.00		No change
12 Kenya Industrial Estate Ltd	4,013,863	80,277,260.00	4,013,863	80,277,260.00	100	No change
13 National Oil Corporation Of Kenya	26,599,999	531,999,980.00	26,599,999	531,999,980.00	100	No Change
14 Miwani Sugar Co. (1989)	2,058,000	41,160,000.00	2,058,000	41,160,000.00	49	No Change
15 Telkom Ltd	35,614,848	712,296,960.00	35,614,848	712,296,960.00	40	No change
16 Industrial Promotion Council	5	1,000.00	5	1,000.00		No change
17 Kenya Ferry Services Limited	3,685,040	368,504,000.00	3,685,040	368,504,000.00	80	No change
18 De La Rue Kenya EPZ	800	16,000.00	800	16,000.00	40	No change
Sub-Total	271,204,725	5,222,469,740	393,204,725	7,662,469,740		
Grand Total	24,056,570,493	106,143,016,171	24,276,193,493	108,680,639,171		

DORMANT COMPANIES/INVESTMENTS						
Company Name	Number Of Shares As 30/06/2020	Nominal Value 2020	Number Of Shares As 30/06/2021	Nominal Value 2021	% GOK S/holding	Remarks
1 Kenya Farmers Association	1	20.00	1	20.00		No Change The Company
2 National Agricultural Chemical & Fertilizers Ltd	2,084,998	41,699,960.00	2,084,998	41,699,960.00		Company was struck off the register
3 Busia Sugar Company	1,485,675	29,713,500.00	1,485,675	29,713,500.00	33	No change
4 Nvari Estate Ltd	2,500	50,000.00	2,500	50,000.00		Dormant
5 Kenya Poultry Ltd	4	20.00	4	20.00		No Change
6 Mercat (K) Ltd	39	195.00	39	195.00		No Change
7 Ken- Ren Chemicals and Fertilizers Ltd	3,640,000	72,800,000.00	3,640,000	72,800,000.00		The Company was dissolved
TOTAL	7,213,217	144,263,695	7,213,217	144,263,695		
GRAND TOTAL	24,063,783,710	106,287,279,866	24,283,406,710	108,824,902,866		

SCHEDULE OF INVESTMENTS BY THE CABINET SECRETARY/ NATIONAL TREASURY IN INTERNATIONAL ORGANIZATIONS

	Company Name	Number Of Shares As 30/06/2020	Nominal Value 2020	Number Of Shares As 30/06/2021	Nominal Value 2021	% GOK s/holding	Currency
1	International Finance Corporation (IFC)	4,041	4,041,000.00	4,041	4,041,000.00		USD
2	African Trade Insurance Agency	283	28,300,000.00	292	29,200,000.00	14	USD
	African Development Bank paid up shares	5,186	51,860,000.00	6,394	63,940,000.00	1.396	SDR
	African Development Bank						
3	callable shares	60,770	31,168,630.93	86,835	868,350,000.00	1.396	SDR
	PTA Bank, Harare (Eastern Southern African Trade & Development.)	1,068	24,208,386.00	1,068	24,208,386.00		USD
4	Development.)	1,068	24,208,386.00	1,068	24,208,386.00		USD
5	Shelter Afrique (Class A)	15,829	158,290,000.00	15,829	158,290,000.00	18.37	USD
	International Bank for Reconstruction & Development						
6	Washington DC	2,711	327,041,485.00	2,711	327,041,485.00		USD
	Multilateral Investment						
7	Guarantee Agency	303	3,279,687.15	303	3,279,687.15		USD
	East African Development Bank						
8	East African Development Bank	3,800	51,300,000.00	3,800	51,300,000.00	27.03	USD
	African Export - Import Bank						
9	African Export - Import Bank	1,333	5,960,000.00	1,333	5,960,000.00		USD
	African Reinsurance Corporation						
10	African Reinsurance Corporation	25,800	2,580,000.00	25,800	2,580,000.00		USD
	African 50						
11	African 50	47,704	17,161,143.00	47,704	17,161,143.00		USD
	ZEP-RE (PTA Reinsurance Compa						
12	ZEP-RE (PTA Reinsurance Compa	-	-	498,687	498,687.00		USD



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