

REPUBLIC OF KENYA



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REPORT

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THE AUDITOR-GENERAL

ON

MULTI-NATIONAL DROUGHT
RESILIENCE AND SUSTAINABLE
LIVELIHOODS PROGRAMME (DRSLP)
IN THE HORN OF AFRICA (ADF LOAN
NO.2100150028345)

FOR THE YEAR ENDED
30 JUNE, 2023

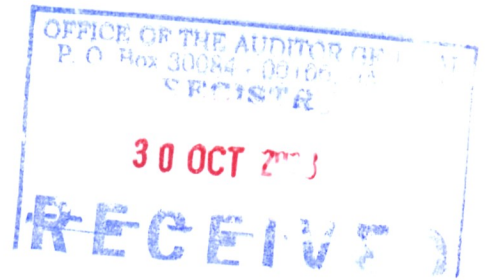
STATE DEPARTMENT FOR CROP
DEVELOPMENT

DATE: 07 DEC 2023

Hon Owen Bayo, CBSMP
Deputy majority leader

A. Shubuka





**PROJECT NAME: MULTI-NATIONAL DROUGHT RESILIENCE AND
SUSTAINABLE LIVELIHOODS PROGRAMME IN THE HORN OF AFRICA (DRSLP)**

IMPLEMENTING ENTITY: STATE DEPARTMENT FOR CROP DEVELOPMENT

PROJECT CREDIT NUMBER: 2100150028345

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2023

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

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Multi-National Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (DRSLP)
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1. Acronyms and Glossary of Terms

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
Comparative FY	Financial year preceding the current financial year.
AfDB	African Development Bank
DRSLP	Drought Resilience and Sustainable Livelihoods Programme
GoK	Government of Kenya

2. Project Information and Overall Performance

2.1 Name and registered office

Name

The project's official name is **Multi-National Drought Resilience and Sustainable Livelihood Programme (DRSLP)**.

Objective

The key objective of the project is **“To enhance drought resilience and improve sustainable livelihoods of the communities in the arid and semi-arid lands of Kenya”**.

Address

The project headquarters offices are located at **Hill Plaza Building, 9th Floor, Opposite Milimani Law Courts, Ngong Road, Nairobi, Kenya**.

The address of its registered office is: **P.O BOX 30028 – 00100, NAIROBI, KENYA**

The project also has offices/branches as follows:

- County Headquarters, Turkana County
- County Headquarters, West Pokot County
- County Headquarters, Baringo County
- County Headquarters, Samburu County
- County Headquarters, Isiolo County
- County Headquarters, Marsabit County

Contacts: The following are the project contacts

P.O. Box: 30028 – 00100, NAIROBI, KENYA

Telephone: (254) 722827425/0722886584

E-mail: npchoal@gmail.com

Website: www.kilimo.go.ke

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Project information and overall performance (continued)

2.2 Project Information

Project Start Date:	1ST JULY, 2013
Project End Date:	30TH JUNE, 2023
Project Manager:	ENG. KENNEDY WANDERA MAKUDIUH
Project Sponsor:	GOVERNMENT OF KENYA (GOK) AND THE AFRICAN DEVELOPMENT BANK

2.3 Project Overview

Line Ministry/State Department of the project	The project is being implemented and supervised by the state department for crops development and agricultural research in the Ministry of Agriculture and Livestock Development.
Project number	P-Z1-AAZ-011
Strategic goals of the project	The strategic goals of the project are as follows: <ul style="list-style-type: none"> (i) Resilience Building for Agro Pastoral and Pastoral Communities of Northern ASAL Kenya (ii) Poverty Reduction. (iii) Enhance food security. (iv) Accelerated economic growth.
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: <ul style="list-style-type: none"> (i) Investment and provision of large multipurpose water infrastructure (Dams, Water pans,

	<p>Boreholes, Shallow wells, Earth dams)</p> <p>(ii) Investment in Irrigation schemes and Micro irrigation schemes.</p> <p>(iii) Improved Crop production in the irrigation schemes and the other water structures provided.</p> <p>(iv) Improved crop marketing and management.</p> <p>(v) Improved livestock production through improved pasture production and feeding.</p> <p>(vi) Improved livestock Health and management</p> <p>(vii) Improved Livestock Marketing and Management.</p>
Other important background information of the project	The project aims at improving communities' resilience to drought and hence improve their livelihoods in a sustainable way.
Areas that the project was formed to intervene	<p>The project was formed to intervene in the following problems/gaps:</p> <p>(i) Water availability for both domestic and livestock use.</p> <p>(ii) Livestock productivity through pasture and water development</p> <p>(iii) Food security improvement</p> <p>(iv) Improvement of livestock infrastructure and management.</p> <p>(v) Natural resources management.</p>
Project duration	The project started on 1st July 2013 and is expected to run until 30th June 2023.

Project Information and Overall Performance (Continued)

2.4 Bankers

The following are the bankers for the project:

- (i) **Central Bank of Kenya (C.B.K) A/C No. 1000457667**
- (ii) **Central Bank of Kenya (C.B.K) A/C No. 1000176148**

2.5 Independent Auditor

The project is audited by the **Office of the Auditor General (OAG)**.

2.6 Roles and Responsibilities

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

Names	Title designation	Key qualification	Responsibilities	Contacts
Eng. Kennedy W. Makudih	Senior Principal Superintendent Engineer	Msc. Agricultural Engineering	Project Coordinator	0722 827 425
Eng. Jonah Kebeny	Chief Superintendent Engineer	Bsc. Agricultural Engineering	Deputy Project Coordinator / Component Manager	0720 837 775
Gerald K. Kurema	Principal Accountant	C.P.A (K) B.Com	Project Accountant	0716 891 735
Hillary Ngeno	Principal Agricultural Officer	Bsc./Msc. Agribusiness	M&E/Agribusiness Specialist	0725 805 810
Leonard Nderi	Principal Agricultural Officer	Bsc./Msc. Agriculture	M&E Specialist	0724 993 993
Jackson	Supply Chain Management	B.Com Procurement	Project Procurement	0724 455 525

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agembe	Officer 1	and Supply Chain Management	Specialist	
Elizabeth Mwanzia	Procurement Assistant	Diploma in Supply Chain Management	Project Procurement Assistant	0724 013 674
Josephat Omari	Agriculture Engineer	Bsc. Agricultural Engineering	Project Engineer	0720 349 322
Joseph Muia	Agriculture Engineer	Bsc. Agricultural Engineering	Project Engineer	0710 251 308
James Juma	Superintendent Engineer	Bsc. Agricultural Engineering	Project Engineer	0708 267 367
William Ideka	Principal Agricultural Officer	Bsc. Horticulture	Horticulture Specialist	0722 212 235
Janet Oyuke	Principal Agricultural Officer	Msc. Environmental Science	Environment Specialist	0726 657 238
Emmy Wanjohi	Assistant Director of Agriculture	Msc. Gender & Agriculture	Gender and Community Mobilization Specialist	0721 843 001
Samuel Okati	Principal Livestock Officer	Msc. Agri-Resource Management	Livestock Specialist	0722 932 666
Benard Wanjohi	Principal Agricultural Officer	Msc. Agriculture Information & Communication Management	ICT Specialist	0721 229 731

2.7 Funding summary

The Project duration was Five (5) years from 2013 to 2018 with an approved budget of Account (UA) US\$ 41,798,841 Million equivalent to Kshs 5,480,998,480. **The project has had 5 no. one year No - Cost Extension up to 30th June 2023.**

Below is the funding summary;

Project information and overall performance (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Donor Commitment		Amount received to date – (30 th June 2023)		Undrawn balance to date	
	Donor currency USD (A)	Kshs (A')	Donor currency USD (B)	Kshs (B')	Donor currency USD (A)-(B)	Kshs (A')-(B')
(i) Loan						
African Development Bank (AfDB)	37,410,000	5,648,910,000	37,125,058	5,605,883,694	284,942	43,026,306
(ii) Counterpart funds						
Government of Kenya	4,388,841	662,714,991	1,815,036	274,070,382	2,296,480	388,644,609
Total	41,798,841	6,311,624,991	38,940,094	5,879,954,076	2,704,480	431,670,915

[Delete the non-applicable source of funds from the table above. The amounts received to date should tie/agree to what is captured in the Statement of Receipts and Payments as applicable.]

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2023)		Cumulative amount paid to date – (30 th June 2023)		Unutilised balance to date (30 th June 2023)	
	Donor currency USD (A)	Kshs (A')	Donor currency USD (B)	Kshs (B')	Donor currency USD (A)-(B)	Kshs (A')-(B')
(i) Loan						
African Development Bank (AfDB)	37,125,058	5,605,883,694	37,064,572	5,596,750,339.40	69,656.45	9,133,354.60
(i) Counterpart funds						
Government of Kenya	1,815,036	274,070,382	1,815,036	274,070,382	0	0
Total	38,940,094	5,879,954,076	38,879,608	5,870,820,721.40	69,656.45	9,133,354.60

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Project information and overall performance (continued)

2.8 Summary of Overall Project Performance:

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

BUDGET ITEM /CATEGORY	PRINTED ESTIMATES	REVISED ESTIMATES	ACTUAL EXPENDITURE	% ABSORPTION
COUNTERPART FUND	70,000,000	45,000,000	48,654,346	108.12%
LOAN REVENUE	180,000,000	180,000,000	169,770,528.60	94.32%
LOAN AIA	600,000,000	670,000,000	940,689,379	140.40%
TOTAL	850,000,000.00	895,000,000.00	1,159,114,253.60	129.51%

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

Output reporting

of

Output indicators (as specified in the RLF, add/delete rows as needed)	Most recent value	Annual Target (expected value at project completion)	Target (expected cumulative value at completion)	Progress towards annual target (% realized)	Progress towards end target (% realized)	(on whether output indicator is on track to reach annual and end targets. If not on track, please justify)
Component 1 : Natural Resources Management						
Subcomponent 1: Water Supply development and Management						
Output 1: Number of water pans constructed/rehabilitated by June 2023	27	2	27	100.0	100	Completed,
Output 2: No of boreholes constructed/rehabilitated by June 2023	94	46	103	85	91.2	To be fast tracked
Output 3: No of shallow wells constructed/ rehabilitated by June 2023	8	2	10	50	80	Not on track
Output 4: No of sub-surface dams constructed/ rehabilitated by June 2023	5	-	5	-	100	On track
Output 5: No of Water Users Association formed/strengthened by June 2023	170	32	170	100	100	Completed
Output 6: No of Irrigation Water Users Association (WUAs) trained by June 2023	170	32	170	100	100	Completed,
Subcomponent 2: Irrigation infrastructure development						
Output 7: Area of the 7 irrigation schemes rehabilitated and expanded (Ha) by June 2023	1050	480	1070	96	98	On track
Output 8: No of Irrigation water Users Associations (IWUAs) Office blocks & Grading sheds constructed by June 2023	6	1	6	100	100	On track
Output 9: No of IWUAs formed/strengthened by June 2023	7	-	7	-	100	On track
Output 10: No of Feasibility and assessment reports produced by June 2023	7	-	7	-	100	On track
Component 2: Improvement of Livestock Infrastructure and Management						
Sub-component 1: Infrastructure for market access						
Output 11 : No of livestock markets constructed by June 2023	24	3	25	50	96.0	On track
Output 12: Length of access road constructed or rehabilitated (Km) by June 2023	139	20	120	100	116	On track
Sub-component 2: Improved rangeland management						
Output 13: No of hay sheds/fodder banks constructed by 20% by June 2023	25	2	25	100	100	On Track.
Output 14: Area of the 12 demonstration plots of	910	40	910	100	xi 100	On track

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Outcome Reporting:

Outcome Indicators (as specified in the RLF add/delete rows as needed)	Baseline Value	Most recent value	End Target (expected value at project completion)	Progress towards end target (% realized)	Assessment (on whether outcome indicator is on track to reach annual and end targets. If not on track, please justify)
Outcome 1: Increased water availability and accessibility in the ASALs	Average distance to nearest livestock watering points is 1.5 Km	Less than 20% of the people and less than 30% of livestock access water easily	Between 30% and 40% access water easily by June 2023	95%	On track
Outcome 2: Increased forage quality and availability in the ASALs.		Current carrying capacity is about 2 ha/LU	Increase the carrying capacity to 1ha/LU by June 2023	98%	On track
Outcome 3: Developed rural feeder roads to improve market access input delivery and access to animal health services in the ASALs	<ul style="list-style-type: none"> 40.2% access all weather roads 45.7% access vet. services 	<ul style="list-style-type: none"> Currently about 10% have good roads About 10% effectively connected Just about 10% access vet. services* 	<ul style="list-style-type: none"> 35% improvement in access road by June 2023 35% effective connectivity by June 2023 25% access animal health services by June 2023 	115.83%	On track
Outcome4: A sustained well-developed human and institutional capacity in the ASALs.		4,446	Personnel and human resource to handle animal management increased by 30%	Cumulative to date: 4,346 (2,178M; 2,168F) trained on various aspects	On track

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

This being the 9th year of actual implementation, the absorption rate is 85% (as at 30th June 2023)

iv) *List the implementation challenges and recommended next steps.*

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Challenges	Action Taken
Covid 19 Pandemic in the Country. (Works stoppages, delivery of materials etc)	- Adherence to the health protocols laid down
Expired/Non-renewal of Tax Compliance Certificates, Remittance of withholding Tax prior to payments processing - Slows down IPC processing(Has affected quite a number of contractors)	-Sensitization of contractors to always update tax compliance -Need for more trainings on compliance
Inadequate GoK counterpart funds	Lobbying for increased budget provision for GoK Funds.
Slow execution of contracts	-Management site meetings increased -Warning and termination letters given -Enlisting of Graduate Engineers to support PMs in contract administration. - Capacity building of Supervisors on contract management.

2.9 Summary of Project Compliance:

i) Include significant cases of non-compliance with applicable laws and regulations eg treasury circulars on project investment management, PFM Act 2012 and Kenya vision 2030 flagship projects, and essential external financing agreements/covenants,

Thus far there have been no cases of Non-Compliance to applicable laws and regulations during project implementation.

ii) Include consequences suffered on account of non-compliance or likely to be suffered.

Not Applicable.

iii) Indicate mitigation measures taken or planned to be taken to alleviate the adverse effects of actual or potential consequences of non-compliance.

Always sticking to the laid down applicable laws and regulations like the PFM Act and procurement laws and regulations.

3. Statement of Performance against Project's Predetermined Objectives

Introduction

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

Project Goal/Purpose

- To contribute to Poverty Reduction, Food Security and accelerated sustainable economic growth in the Horn of Africa (HoA) through enhanced rural incomes

Project Objective

- To enhance drought resilience and improve sustainable livelihoods of the communities in the arid and semi-arid lands of Kenya by June 2021

Project Outcomes:

- Increased water availability and accessibility in the ASALs.
- Increased forage quality and availability in the ASALs.
- Developed rural feeder roads to improve market access input delivery and access to animal health services in the ASALs
- A sustained well-developed human and institutional capacity in the ASALs.

KEY PERFORMANCE INDICATORS

- 1. Area under irrigation rehabilitated and expanded by 1050 ha**
- 2. Number of water points increases by 78**
- 3. Number of livestock sale yards increased by 20**
- 4. Area under commercial pasture production increased by 600ha**
- 5. Number of hay stores increased by 18**

The key development objectives of the project's 2018-2023 plan are to:

- (i) Investment and provision of large multipurpose water infrastructure (Dams, Water pans, Boreholes, Shallow wells, Earth dams).
- (ii) Investment in Irrigation Schemes and Micro Irrigation schemes
- (iii) Improved Crop Production in the Irrigation schemes and the other water structures provided
- (iv) Improved Crop Marketing and Management
- (v) Improve livestock production through improved Pasture Production and Feeding
- (vi) Improved Livestock Health and Management
- (vii) Improved Livestock Marketing and Management

Progress on attainment of strategic development objectives

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

Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Drought Resilience and Sustainable Livelihoods Programme (DRSLP)	To increase water availability and accessibility in the ASAL areas	Increased water availability and accessibility in the ASAL areas	Number of water structures constructed by June 2023	On track
	To Improve Food and Nutrition Security	Enhanced Food and Nutrition Security	Area of 1050 Ha under Irrigation schemes rehabilitated and expanded (Ha) by June 2023	On track
	To increase forage quality and availability in the ASAL areas	Increased Forage quality and availability in the ASAL areas	Quantity of Hectareage under commercial (720 Ha) pasture feed and No. of Hay stores constructed (No.22)	On track

4. Environmental and Sustainability reporting

Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP) exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy. Below is a brief highlight of our activities that drive towards sustainability.

1. Sustainability strategy and profile

The sustainability of the project has been due to a combination of a number of factors, most importantly the participatory approach. The participatory demand-driven approach adopted in the design of the project as well as factored in the implementation has promoted a sense of ownership among the beneficiaries. Through the Strengthening of pastoral/farmers organisations, pastoralist/farmers have gained management skills and enhanced bargaining power. The project has focused on capacity building, including training the beneficiaries on efficient use and management of scarce water and feed resources. Suitable service providers, with experience in capacity building and training for transformation have been identified and contracted to institute the process of participation and empowerment among stakeholders during implementation. The institutionalisation of a beneficiary contribution of efforts, the use of best service providers and reputable collaborators have minimised failure and sustained flow of outputs. A key issue to the project's sustainability has been the flow of additional resources and incomes to the resource poor communities of the fragile ASALs. The application of best practices from previous Bank-funded projects and provision of wide range of options add value to sustainability of flow of resources. The project has been designed in such a way that the commitments of the beneficiaries are obtained from the outset, thus fostering a sense of ownership. The fact that pastoralists/farmers have assumed ownership and responsibility of the infrastructure after construction, and thus bear the responsibility for Operations & Maintenance, will further sustain flow of project benefits.

2. Environmental performance

The Project is classified as Category 2, as the site specific environmental and/or social impacts can be minimized by the application of mitigation measures.

Positive environmental impacts resulting from the improvement of the water supply, improvement of the performance of the irrigation and marketing infrastructures as well as

enhanced methods of horticultural productivity include: (i) improvement of the overall food security and livelihoods of the farmers, pastoralists and the people living in the six counties; (ii) creation of employment; (iii) improved animal condition and better resistance and reduction of mortality to drought conditions as a result of improved water supply, pasture rehabilitation, assured supply of animal feed, improved animal handling and health facilities; (iv) promotion of improved agricultural methods and efficient utilization of farm inputs on the irrigation schemes and natural resources. From an environmental standpoint, the improvement of the irrigation scheme will reduce water losses, hence increasing water equity.

On the negative side, there are occupational health and safety risks associated with the construction works and temporary disturbance during the construction phase. The negative environmental impacts resulting from the construction works are expected to be minimal and site specific. Environmental impacts expected during the construction and operational phases and mitigation measures will be included in the TORs for the design of the specific works. In particular regular training courses will be provided on water management for both water supply and irrigation schemes so that there is no over-irrigation or water logging or over pumping of boreholes, on management of the rehabilitated pastures, on management of the marketing, and health facilities and feed storage facilities, on soil fertility programme, on environmental protection of the upper watershed catchments and riverine vegetation along the river banks, on stabilisation of the river banks, on promotion of Integrated Pest Management, on maintenance of environmental flow of the rivers and ensuring watering points for wildlife

3. Employee welfare

The Ministry has in place Human Resource Management and Human Resource Development policies that require gender parity in employment, work plan activity implementation trainings etc.

4. Market place practices-

The DRSLP Project outlines its efforts to:

a) Responsible Supply chain and supplier relations-

The project ensures that there is responsible competition by ensuring level playing field for all seeking services like contracts within the project. All have equal chances and the criteria for

contract evaluation is applied evenly to all. The project treats its suppliers well by paying them within the contract's periods and in the agreed contracts amounts.

b) Responsible ethical practices

The project maintains ethical practises throughout its project cycle.

c) Regulatory impact assessment

The project systematically and critically assesses the positive and negative effects of proposed and existing regulations and non-regulatory alternatives

5. Community Engagements

From the inception of the project community participation was given prominence, where communities participated in joint site identification. This was done with the communities for success in the project, ownership and sustainability

5. Statement of Project Management responsibilities

The *Principal Secretary* for the *State Department for Crop Development* and the *Project Coordinator* for *Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP)* are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year ended on June 30, 2023.

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

The *Principal Secretary* for the *State Department for Crop Development* and the *Project Coordinator* for *Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP)* accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The *Principal Secretary* for the *State Department for Crop Development* and the *Project Coordinator* for *Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP)* are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year ended June 30, 2023, and of the Project's financial position as at that date. The *Principal Secretary* for *State Department for Crop Development* and the *Project Coordinator* for *Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP)* further confirm the completeness of the accounting records maintained for the Project, which have been relied

Multi-National Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (DRSLP)
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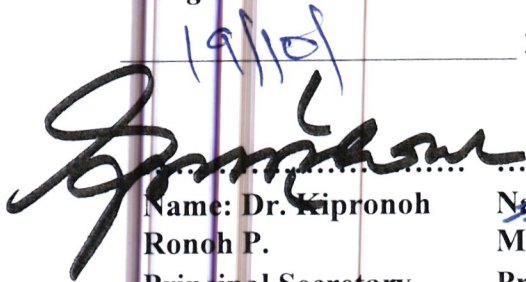
upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The ***Principal Secretary*** for the ***State Department for Crop Development*** and the ***Project Coordinator*** for ***Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP)*** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

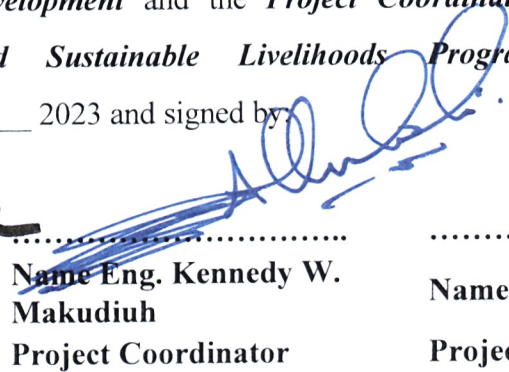
Approval of the Project Financial Statements

The Project financial statements were approved by the ***Principal Secretary*** for the ***State Department for Crop Development*** and the ***Project Coordinator*** for ***Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP)*** on

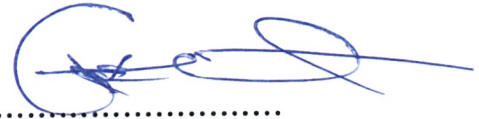
19/11/2023 and signed by



Name: Dr. Kipronoh
Ronoh P.
Principal Secretary



Name Eng. Kennedy W.
Makudih
Project Coordinator



Name Gerald K Kurema
Project Accountant
ICPAK Member No:8980

Multi-National Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (DRSLP)
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6. Report of the Independent Auditor on Financial Statements for Multi National Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (DRSLP)

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON MULTI-NATIONAL DROUGHT RESILIENCE AND SUSTAINABLE LIVELIHOODS PROGRAMME (DRSLP) IN THE HORN OF AFRICA (ADF LOAN NO.2100150028345) FOR THE YEAR ENDED 30 JUNE, 2023 - STATE DEPARTMENT FOR CROP DEVELOPMENT

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP) in The Horn of Africa set

Report of the Auditor-General on Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP) in the Horn of Africa (ADF Loan No.2100150028345) for the year ended 30 June, 2023 - State Department for Crop Development

out on page 1 to 43, which comprise of the statement of financial assets as at 30 June, 2023, and the statement of receipts and payments, the statement of cash flows and the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP) in The Horn of Africa as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Financing Agreement Loan Number 2100150028345 dated 27 February, 2013 between the Republic of Kenya and African Development Fund (ADF) and the Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Multi-National Drought Resilience and Sustainable Livelihoods Programme (DRSLP) in The Horn of Africa Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Delayed Completion of Drilling and Development of Community Boreholes in Marsabit County

The Programme Management awarded a contract for the drilling and development of two (2) community boreholes, at a contract sum of Kshs.15,569,806 for a contract period of

four (4) months with the commencement date being 15 November, 2020. The boreholes were to be drilled at Kubi Bagassa and Qachacha in Saku Sub-County in Marsabit county. Review of records and physical verification carried out in the month of September, 2023 revealed that Kshs.9,469,016 or 61% of the contract sum had so far been paid. However, test pumping, supply and installation of grundfos solar pump, construction of water kiosk with reinforced platform for a water tank, construction of a cattle trough, and fencing of a quarter acre land had not been done and the contractor was not on site at Kubi Bagassa Community borehole while the borehole at Qachacha community was dry. The Management has explained that the delay at Kubi Bagassa Community borehole was occasioned by the drilling of the borehole to a depth of 405 M for which installation of the pump was not possible. The works are behind schedule and no evidence of extension of contract period was provided by Management for audit verification.

In the circumstances, stakeholders may not obtain value for money on the costs incurred on the project and further delays may lead to cost escalations.

2. Stalled Construction of Kurungu Livestock Market Yard in Samburu County.

The Programme Management awarded a contract for construction of Kurungu livestock market yard at a contract sum of Kshs.11,959,011. The contract period was for four (4) months, with commencement date being 16 December, 2020. The physical inspection of the works in the Month of September, 2023 however, revealed that the contractor had abandoned the site, while the construction of the kiosk, ramp and offices were incomplete. Further, examination of payment records revealed that Kshs.7,482,192 or 63% of the contract sum had been paid to the contractor.

In the circumstances, stakeholders may not obtain value for money for the resources already spent on the project and the objectives of the project may not be achieved.

3. Stalled Drilling and Development of Three (3) Boreholes in Isiolo county

The Programme Management awarded a contract for drilling and equipping of three (3) community boreholes at Longopito, Kipsing and Matundai in Isiolo county, at a contract sum of Kshs.20,172,199. The contract period was for four (4) months with the commencement date being 1 December, 2020. Physical inspection carried out in the Month of September, 2023 however, revealed that the Longopito borehole works was incomplete and the contractor was not on site. The Kipsing and Matundai boreholes were abandoned and the boreholes had run dry. Further, examination of payment records revealed that Kshs.10,003,345 or 50% of the contract sum had been paid. The Management explained that the Longopito borehole was abandoned due to vandalization by unknown people but no explanation has been provided for the failure by the contractor to secure the site and make good the damages.

In the circumstances, stakeholders may not obtain value for money for the resources already spent on the projects and the objectives of the projects may not be achieved.

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 financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall 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 processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by African Development Bank and African Development Fund, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I report based on my audit, that:

- i. The Programme's funds have been used in accordance with the conditions of Protocol of Grant Agreement with due attention to economy, efficiency and effectiveness for the purposes for which they were provided;
- ii. Goods and services financed have been procured in accordance with the Protocol of Grant Agreement and the Bank's and Fund's rules and procedures;
- iii. Necessary supporting documents, records and accounts have been kept in respect of all Programme activities;
- iv. Adequate internal control to monitor expenditure and other financial transactions and ensure safe custody of assets exist;
- v. Ledgers and fixed assets register for the Programme's assets are maintained as required.
- vi. 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;

- vii. In my opinion, adequate accounting records have been kept by the Programme, so far as appears from the examination of those records; and,
- viii. The Programme's financial statements are in agreement with the accounting records and returns.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the programme's 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 the intention to terminate the Programme or to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

In addition to the audit of the financial 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 financial 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 financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 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 controls 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 financial 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 controls 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 financial 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 controls.
- 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 Program's 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 financial 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 Program to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial 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 Program to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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



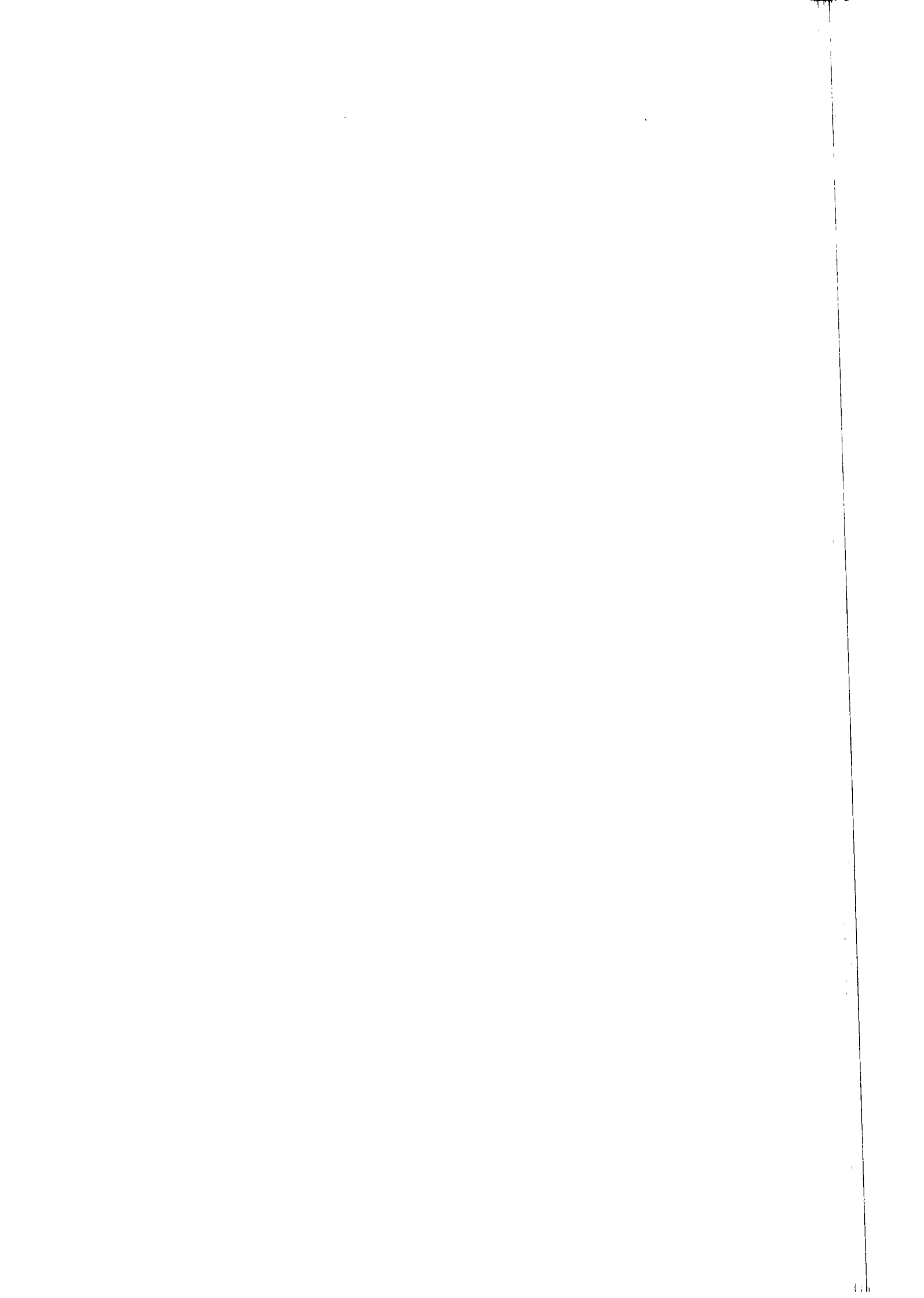
CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

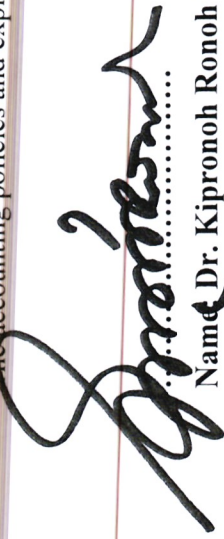
06 November, 2023

7. Statement of Receipts and Payments for the year ended 30th June 2023.

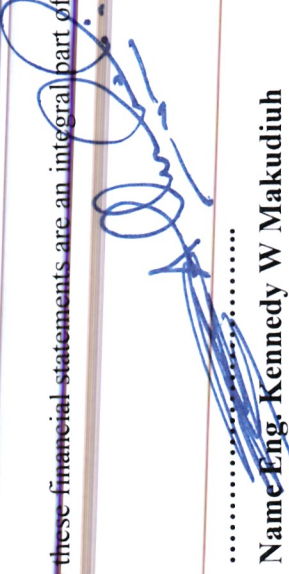
	Not e	Receipts and payments controlled by the entity		Payments made by third parties		Receipts and payment controlled by the entity		Payments made by third parties		Total	Kshs.	Cumulative to-date (From inception)
		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.			
		2022/2023				2021/2022						
Receipts												
Transfer from Government entities	1	48,374,346		0		48,374,346		58,379,238	0		58,379,238	274,070,382
Proceeds from domestic and foreign grants	2	0		0		0		0	0		0	0
Loan from external development partners	3	178,900,342				1,119,589,721		142,629,094	483,818,807		626,447,901	5,605,883,694
Miscellaneous receipts	4	0		0		0		0	0		0	0
Total receipts		227,274,688		0		1,167,964,067		201,008,332	483,818,807		684,827,139	5,879,954,076
Payments												
Compensation to employees	5	9,615,000		0		9,615,000		17,500,000	0		17,500,000	73,472,688
Purchase of goods and services	6	115,426,320		0		115,426,320		118,664,693	0		118,664,693	944,449,957.20
Social security benefits	7	0		0		0		0	0		0	0
Acquisition of non-financial assets	8	93,103,554				1,033,792,933		64,844,756	483,818,807		548,663,563	4,852,898,076
Transfers to other government entities	9	0		0		0		0	0		0	0
Other grants and transfers /payments	10	0		0		0		0	0		0	0
Total payments		218,144,875		0		1,158,834,254		201,009,449	483,818,807		684,828,256	5,870,820,721
Surplus/ (deficit)		9,129,813		0		9,129,813		(1,117)	0		(1,117)	9,133,355



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



Name Dr. Kipronoh Ronoh P.
Principal Secretary



Name Eng. Kennedy W Makudih
Project Coordinator



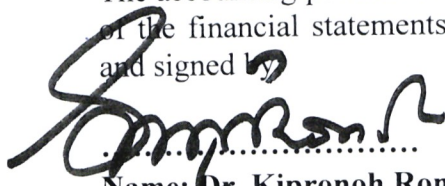
Name Gerald K Kurema
Project Accountant
ICPAK Member No:8980

Multi-Natural Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023

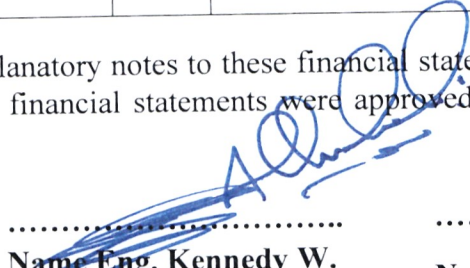
8. Statement of Financial Assets as at 30th June 2023

Description	Note	2022/2023	2021/2022
		Kshs	Kshs
Financial Assets			
Cash and Cash equivalents			
Bank Balances	11.A	9,133,355	3,541
Cash Balances	11. B	0.00	0.00
Cash equivalents (Short-term deposits)	11.C	0.00	0.00
Total Cash and Cash equivalents		9,133,355	3,541
Imprests and Advances	12	0.00	0.00
Total Financial Assets		9,133,355	0.00
Financial Liabilities			
Third party Deposits and Retention	13	0.00	0.00
Net Assets		9,133,355	3,541
Represented By			
Fund Balance B/fwd.	14	3,541	4,659
Prior Year adjustments	15	0.00	0.00
Surplus/(Deficit) for the Year		9,129,813	-1,117
Net Financial Position		9,133,355	3,541

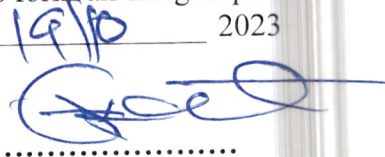
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 19/10 2023 and signed by



Name: **Dr. Kipronoh Ronoh P.**
Principal Secretary



Name **Eng. Kennedy W. Makudiuh**
Project Coordinator



Name **Gerald K Kurema**
Project Accountant
ICPAK Member No:8980

Multi-National Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023

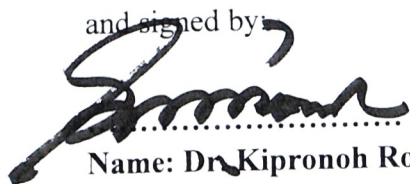
9. Statement of Cashflow for the year ended 30th June 2023

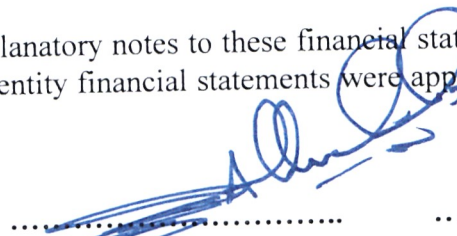
Description	Notes	2022/2023	2021/2022
		Kshs	Kshs
Cashflow from operating activities			
Receipts			
Transfer from government entities	1	48,374,346	58,379,238
Proceeds from domestic and foreign grants	2	0.00	0.00
Miscellaneous receipts	4	0.00	0.00
Total receipts		48,374,346	58,379,238
Payments			
Compensation of employees	5	9,615,000	17,500,000
Purchase of goods and services	6	115,426,320	118,664,693
Social security benefits	7	0.00	0.00
Transfers to other government entities	9	0.00	0.00
Other grants and transfers	10	0.00	0.00
Total Payments		125,041,320	136,164,693
Net receipts/(payments)		(76,666,974)	(77,785,455)
Adjustments during the year			
Prior year adjustments	15	0.00	0.00
Decrease/(increase) in accounts receivable	16	0.00	0.00
Increase/(decrease) in accounts payable:	17	0.00	0.00
Net cash flow from operating activities		(76,666,974)	(77,785,455)
Cashflow from investing activities			
Acquisition of non-financial assets	8	(1,033,792,933)	(548,663,563)
Net cash flows from investing activities		(1,033,792,933)	(626,449,018)
Cash flow from financing activities			

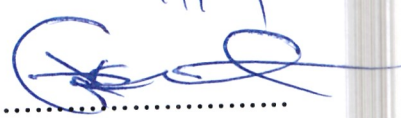
Multi-National Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Description	Notes	2022/2023	2021/2022
		Kshs	Kshs
Proceeds from foreign borrowings	3	1,119,589,721	626,447,900
Net cash flow from financing activities		1,119,589,721	626,447,900
Net increase in cash and cash equivalents		9,129,813	(1,117)
Cash and cash equivalent at beginning of the year	11	3,541	4,658
Cash and cash equivalent at end of the year	11	9,133,355	3,541

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 19/10/2023 and signed by:


 Name: Dr. Kipronoh Ronoh
 P.
 Principal Secretary


 Name Eng Kennedy W.
 Makudih
 Project Coordinator

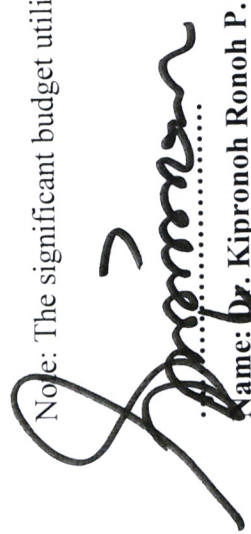

 Name Gerald K Kurema
 Project Accountant
 ICPAK Member No:8980

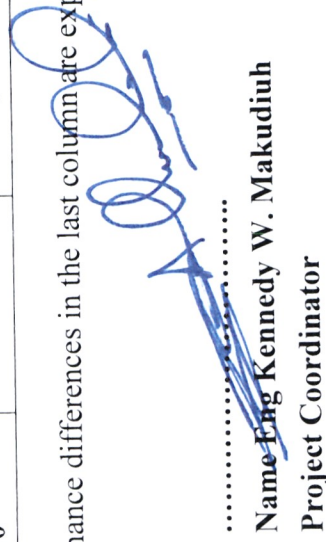
Multi-Natural Drought Resilience and Sustainable Livelihoods Programme in the Horn of Africa (UNDAF)
Annual Report and Financial Statements for the financial year ended June 30, 2023

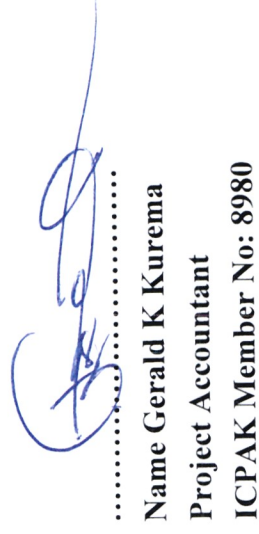
10. Statement of Comparison of Budget and Actual amounts for year ended 30th June 2023

Receipts/Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
Receipts						
Transfer from Government entities	70,000,000	(25,000,000)	45,000,000	48,374,346	(3,374,346)	107.49
Proceeds from domestic and foreign grants	0	0	0	0	0	0
Proceeds from borrowings	780,000,000	70,000,000	850,000,000	1,119,589,721	(269,589,721)	131.71
Miscellaneous receipts	0	0	0	0	0	0
Total Receipts	850,000,000	45,000,000	895,000,000	1,167,964,067		
Payments						
Compensation to employees	19,500,000	(2,000,000)	17,500,000	9,615,000	7,885,000	54.94
Purchase of goods and services	144,531,162	(19,579,000)	124,952,162	115,426,320	9,525,842	92.00
Social security benefits	0	0	0	0	0	0
Acquisition of non-financial assets	685,968,838	66,579,000	752,547,838	1,033,792,933	(281,245,095)	137.37
Transfers to other government entities	0	0	0	0	0	0
Other grants and transfers	0	0	0	0	0	0
Total Payments	850,000,000	45,000,000	895,000,000	1,158,834,254		
Surplus or Deficit	0		0	9,129,813		

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


 Name: **Dr. Kipronoh Ronoh P.**
 Principal Secretary


 Name: **Eng Kennedy W. Makudih**
 Project Coordinator


 Name: **Gerald K Kurema**
 Project Accountant
 ICPAK Member No: 8980

11. Significant Accounting Policies

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

a) Statement of compliance and basis of preparation

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

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

b) Reporting entity

The financial statements are for **Drought Resilience and Sustainable livelihood Programme (DRSLP)** under the State Department for Crops Development and Agricultural Research. The financial statements are for the reporting entity **Drought Resilience and Sustainable livelihood Programme (DRSLP)** as required by Section 81 of the PFM Act, 2012 .

c) Reporting currency

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

d) Recognition of receipts

Drought Resilience and Sustainable livelihood Programme (DRSLP) recognises all receipts from the various sources when the event occurs, and the related cash has been received.

i) Transfers from the Exchequer

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

Significant Accounting Policies (continued)

i) External Assistance

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

ii) Other receipts

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

iv) Donations and grants

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

v) Proceeds from borrowing.

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

vi) Undrawn external assistance

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

Significant Accounting Policies (continued)

e) Recognition of payments

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

i) Compensation to employees

Salaries and Wages, Allowances, Statutory Contribution for employees are recognized in the period when the compensation is paid.

ii) Use of goods and services

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

iii) Interest on borrowing

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

iv) Repayment of borrowing (principal amount)

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

Significant Accounting Policies (continued)

v) Acquisition of fixed assets

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

f) In-kind donations

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

g) Cash and cash equivalents

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

Significant Accounting Policies (Continued)

h) Restriction on cash

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

i) Imprests and Advances

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

j) Contingent Liabilities

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships, The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. **Annex 6** of this

financial statement is a register of the contingent liabilities in the year.

Significant Accounting Policies (Continued)

k) Contingent Assets

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

l) Pending bills

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

m) Budget

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

the Project's actual performance against the comparable budget for the financial year/period under review has been *included in an annex to these financial statements*.

Significant Accounting Policies (Continued)

n) Third party payments

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

o) Exchange rate differences

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

p) Comparative figures

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

q) Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2023.

r) Prior period adjustments

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Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). Explanations and details of these prior period adjustments are presented in note 15 of these financial statements.

12. Notes to the Financial Statements

1. Transfers from Government entities

These represent counterpart funding and other receipts from government as follows:

Description	2022/2023	2021/2022	Cumulative to-date (from inception)
	Kshs	Kshs	Kshs
Counterpart funding through Ministry of Agriculture and Livestock Development			
Counterpart funds Quarter 1			
Counterpart funds Quarter 2			
Counterpart funds Quarter 3			
Counterpart funds Quarter 4			
Total (See Annex 3)	48,374,346	58,379,238	274,350,382
Other transfers from government entities			
Ministry	0	0	0
Project	0	0	0
Agency	0	0	0
Total	<u>0</u>	0	<u>0</u>
Appropriations-in-Aid	0	0	0
Total	<u>0</u>	<u>0</u>	<u>0</u>

[Provide explanation as necessary noting that "Other transfers from government entities" is not the counterpart funding which is the government's share of contribution towards the implementation of the project as mandated by the Project Agreement.]

Notes to the Financial Statements (Continued)

2. Proceeds From Domestic and Foreign Grants

During the financial period to 30 June 2023, we received grants from donors as detailed in the table below:

Name of Donor	2022/2023					2021/2022		Cumulative to date
	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount	Total Amount	
		Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Grants Received from Multilateral Donors (International Organizations)								
African Development Bank (AfDB)		0	0	0	0	0	0	0
Total		0	0	0	0	0	0	0

(* The direct payment grants represent payments for goods and services done directly by the donor on behalf of the project. Projects should ensure that adequate support documents are requested from the donors to support this grant).

Notes to the Financial Statements (Continued)

3. Loan from External Development Partners

During the financial period to 30 June 2023, we received funding from development partners in form of loans negotiated by the National Treasury as detailed in the table below:

Description	2022/2023				2021/2022		Cumulative to date
	Amount in loan currency (Insert currency)	Loans received in actual amount	Loans received as direct payment*	Total amount in Kshs	Total amount in Kshs	Total amount in Kshs	
Loans received from Multilateral Donors (International Organizations)							
African Development Bank (AfDB)		178,900,342	940,689,379	1,119,589,721	626,447,900		
Total		178,900,342	940,689,379	1,119,589,721	626,447,900		

Notes to the Financial Statements (Continued)

4. Miscellaneous receipts

Description	2022/2023			2021/2022	Cumulative to-date (from inception)
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total receipts	Total receipts	
	Kshs	Kshs	Kshs	Kshs	Kshs
Property income	0	0	0	0	0
Sales of goods and services	0	0	0	0	0
Administrative fees and charges	0	0	0	0	0
Fines, penalties, and forfeitures	0	0	0	0	0
Voluntary transfers other than grants	0	0	0	0	0
Other receipts not classified elsewhere*	0	0	0	0	0
Total	0	0	0	0	0

Notes to the Financial Statements (Continued)

5. Compensation to Employees

Description	2022/2023		2021/2022		Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Basic salaries of permanent employees	0	0	0	0	0
Basic wages of temporary employees	0	0	0	0	0
Personal allowances paid as part of salary	9,615,000	0	9,615,000	17,500,000	73,472,688
Personal allowances paid as reimbursements	0	0	0	0	0
Personal allowances provided in kind	0	0	0	0	0
Pension and other social security contributions	0	0	0	0	0
Compulsory national social security schemes	0	0	0	0	0
Compulsory national health insurance schemes	0	0	0	0	0
Social benefit schemes outside government	0	0	0	0	0
Other personnel payments	0	0	0	0	0
Total	9,615,000	0	9,615,000	17,500,000	73,472,688

*Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
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Notes to the Financial Statements (Continued)

6. Purchase of Goods and Services

Description	2022/2023			2021/2022		Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Utilities, supplies and services	0	0	0	0	0	0
Communication, supplies and services	1,826,311	0	1,826,311	2,147,190	12,526,013	
Domestic travel and subsistence	0	0	0	0	319,025,171	
Foreign travel and subsistence	0	0	0	0	0	0
Printing, advertising, and information supplies	2,146,970	0	2,146,970	10,342,226	47,018,730	
Rentals of produced assets	480,000	0	480,000	1,094,200	1,574,200	
Training payments	62,370,341	0	62,370,341	72,608,826	247,874,224	
Hospitality supplies and services	0	0	0	0	2,815,966	
Office and general supplies and services	3,313,798	0	3,313,798	11,744,269	184,221,320	
Specialized materials and services	12,762,400	0	12,762,400	0	62,846,520	
Fuel Oil and Lubricants	18,695,000	0	18,695,000	14,462,850	51,398,956	
Routine maintenance – vehicles and other transport equipment	13,650,000	0	13,650,000	5,301,000	50,459,996	
Routine maintenance- other assets	150,000	0	150,000	250,000	3,134,261	
Other charges foreign exchange loss	0	0	0	714,132	714,132	
Other operating expenses	31,500	0	31,500	0	31,500	31,500

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Description	2022/2023		2021/2022		Cumulative fo- date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
Total	<u>115,426,320</u>	<u>0</u>	<u>115,426,320</u>	<u>118,664,693</u>	<u>983,640,989</u>

Notes to the Financial Statements (Continued)

7. Social Security Benefits

Description	2022/2023		2021/2022	Cumulative to-date
	Payments made by the Entity in Cash Kshs	Payments made by third parties Kshs	Total Payments Kshs	
Government pension and retirement benefits	0	0	0	0
Social security benefits in cash and in kind	0	0	0	0
Employer social benefits in cash and in kind	0	0	0	0
Total	0	0	0	0

Notes to the Financial Statements (Continued)

8. Acquisition of Non-Financial Assets

Description	2022/2023		2021/2022		Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs.	Kshs.	Kshs	Kshs	
Purchase of buildings	0	0	0	0	0
Construction of buildings	0	0	0	0	0
Refurbishment of buildings	0	0	0	0	0
Construction of roads	0	0	0	0	0
Construction of civil works	0	940,689,379	940,689,379	483,818,807	4,612,483,646
Overhaul & refurbishment of construction and civil works	0	0	0	0	0
Purchase of vehicles & other transport equipment	0	0	0	0	0
Overhaul of vehicles & other transport equipment	0	0	0	0	0
Purchase of household furniture & institutional equipment	0	0	0	0	0
Purchase of office furniture & general equipment	0	0	0	0	0
Purchase of specialised plant, equipment and machinery	0	0	0	0	0
Rehabilitation & renovation of plant, equipment &	0	0	0	0	0

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Description	2022/2023			2021/2022	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
machinery					
Purchase of certified seeds, breeding stock and live animals	600,000	0	600,000	0	600,000
Research, studies, project preparation, design & supervision	92,503,554	0	92,503,554	64,844,756	157,348,310
Rehabilitation of civil works	0	0	0	0	0
Acquisition of strategic stocks	0	0	0	0	0
Acquisition of land	0	0	0	0	0
Acquisition of other intangible assets	0	0	0	0	0
Total	<u>93,103,554</u>	<u>940,689,379</u>	<u>1,033,792,933</u>	<u>548,663,563</u>	<u>4,770,431,956</u>

Notes to the Financial Statements (Continued)

9. Transfers to other Government Entities

During the financial period to 30 June 2023, we transferred funds to reporting government entities as shown below:

Description	2022/2023		2021/2022		Cumulative to-date
	Payments made in Cash Kshs	Payments made by third parties Kshs	Total payments Kshs	Total payments Kshs	
Transfers to National Government entities					
Ministry	0	0	0	0	0
Project	0	0	0	0	0
Transfers to County Governments					
County ABC	0	0	0	0	0
Total	0	0	0	0	0

*Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
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Notes to the Financial Statements (Continued)

10. Other Grants, Transfers and Payments

Description	2022/2023			2021/2022	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Grants for scholarships	0	0	0	0	0
Transfers to lower levels of government e.g. schools	0	0	0	0	0
Miscellaneous payments	0	0	0	0	0
Total	0	0	0	0	0

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Notes to the Financial Statements (Continued)

11. Cash And Cash equivalents

Description	2022/2023	2021/2022
	Kshs	Kshs
Bank accounts (Note 11A)	9,133,354.60	3,541.20
Cash in hand (Note 11B)	0	0
Cash equivalents (short-term deposits) (Note 11C)	0	0
Total	<u>9,133,354.60</u>	<u>3,541.20</u>

Drought Resilience and Sustainable Livelihood Programme (DRSLP) has 2 number of project accounts spread within the project implementation area and 1 number of foreign currency designated accounts managed by the National Treasury as listed below:

11. A Bank Accounts

Project Bank Accounts

Details	2022/2023	2021/2022
	Kshs	Kshs
<u>Foreign Currency Accounts</u>		
Central Bank of Kenya [A/c No.....]		
Kenya Commercial Bank [A/c No.....]		
Co-operative Bank of Kenya [A/c No.....]		
Others (<i>specify</i>)		
Total Foreign Currency balances		
<u>Local Currency Accounts</u>		
Central Bank of Kenya [A/c No 1000457667]	9,133,354.60	3,541.20
Others (<i>specify</i>)	0	0
Total local currency balances	<u>9,133,354.60</u>	<u>3,541.20</u>
Total bank account balances	<u>9,133,354.60</u>	<u>3,541.20</u>

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Notes to the Financial Statements (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30th June 2023 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

Special Deposit Accounts Movement Schedule

Description	2022/2023	2021/2022
	USD	USD
(i) A/c Name [A/c No...1000176148]		
Opening balance	412,932.80	0
Total amount deposited in the account	1,538,446.54	1,689,712.80
Total amount withdrawn (as per Statement of Receipts & Payments)	<u>1,460,183.80</u>	<u>1,276,780.00</u>
Closing balance (as per SDA bank account reconciliation attached)	<u>491,195.54</u>	<u>412,932.80</u>
(ii) A/c Name [A/c No.....]		
Opening balance (as per the SDA reconciliation)		
Total amount deposited in the account		
Total amount withdrawn (as per Statement of Receipts & Payments)		
Closing balance (as per SDA bank account reconciliation attached)		

(The Special Deposit Account(s) reconciliation statement(s) has (have) been attached as Appendix 9: iv support these closing balance.

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Notes to the Financial Statements (Continued)

11 B Cash in hand

Description	2022/2023	2021/2022
	KShs	KShs
Location 1		
Location 2		
Location 3		
Other locations (<i>specify</i>)		
Total cash in hand balances	<u>0</u>	<u>0</u>

[Provide a cash count certificate for each location above]

11 C Cash equivalents (short-term deposits)

Description	2022/2023	2021/2022
	Kshs	Kshs
Kenya Commercial Bank [A/C No.....]		
Co-Operative Bank of Kenya [A/C No.....]		
Others (<i>Specify</i>)		
Total	<u>0</u>	<u>0</u>

[Provide short appropriate explanations as necessary]

12. Imprests and Advances

Description	2022/2023	2021/2022
	Kshs	Kshs
Government Imprests		
Salary advances		
Total	0	0

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Notes to the Financial Statements (Continued)

12A: Breakdown of Imprests and Advances

Name of Officer or Institution	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance 2022/2023	Balance 2021/2022
	Kshs	Kshs	Kshs	Kshs	Kshs
Officer 1					
Officer 2					
Officer 3					
Officer 4					
Officer 5					
Programme 1					
Total	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

13. Deposits and Retention Monies

Description	2022/2023		2021/2022	
	Kshs		Kshs	
Retention				
Deposits				
Total		0		0
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year		%		%
1-2 years		%		%
2-3 years		%		%
Over 3 years		%		%
Total	0	%	0	%

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14. Fund Balance Brought Forward

Description	2022/2023	2021/2022
	Kshs	Kshs
Bank accounts	3,541.20	4,658.40
Cash in hand	0	0
Cash equivalents (short-term deposits)	0	0
Outstanding imprests and advances	0	0
Deposits and retention	0	0
Total	3,541.20	4,658.40

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Notes to the Financial Statements (Continued)

15. Prior Year adjustment

	Balance b/f 2021/2022 (audited financial statements)	Adjustments	Adjusted balance b/f 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances			
Cash in hand			
Imprests and advances			
Deposits and retentions			
Others (<i>specify</i>)			
Total	0	0	0

(Explain whether the prior year relates to errors noted in prior year, changes in estimates or accounting policy.)

16. Changes in Imprests and Advances

Description	2022/2023	2021/2022
	Kshs	Kshs
Opening Receivables as at 1 st July 2022	0	0
Closing account receivables as at 30 th June 2023	0	0
Change in Imprests and advances	0	0

17. Changes in Accounts Deposits and Retention

Description	2022/2023	2021/2022
	Kshs	Kshs
Deposit and Retentions as at 1 st July 2022	0	0
Closing accounts payables as at 30 th June 2023	0	0
Changes in deposit and retention	0	0

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Other Important Disclosures

1. Pending Accounts Payable (See Annex 4a)

	Balance b/f from 2021/2022	Additions for the year	Paid during the year	Balance c/f For 2022/2023
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	0	0	0	0
Construction of civil works	0	0	0	0
Supply of goods	0	0	0	0
Supply of services	0	0	0	0
Total	0	0	0	0

2. Pending Staff Payables (See Annex 4b)

	Balance b/f from 2021/2022	Additions for the year	Paid during the year	Balance c/f for 2022/2023
Description	Kshs	Kshs	Kshs	Kshs
Senior management	0	0	0	0
Middle management	0	0	0	0
Union employees	0	0	0	0
Others	0	0	0	0
Total	0	0	0	0

3. Other Pending Payables (See Annex 4c)

	Balance b/f from 2021/2022	Additions for the year	Paid during the year	Balance c/f for 2022/2023
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	0	0	0	0
Amounts due to County Government entities	0	0	0	0
Amounts due to third parties	0	0	0	0
Total	0	0	0	0

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Other Important Disclosures (Continued)

4. External Assistance

	2022/2023	2021/2022
Description	Kshs	Kshs
External assistance received as grants	0	0
External assistance received as loans	0	0
External assistance received in kind- as payment by third parties	0	0
Total	0	0

a). External assistance relating loans and grants

	2022/2023	2021/2022
Description	Kshs	Kshs
External assistance received as loans	0	0
External assistance received as grants	0	0
Total	0	0

b) Undrawn external assistance

	Purpose for which the undrawn external assistance may be used	2022/2023	2021/2022
Description		Kshs	Kshs
Undrawn external assistance - loans		0	0
Undrawn external assistance - grants		0	0
Total		0	0

(This is a disclosure of the assistance not yet received as per donor agreements)

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Other Important Disclosures (Continued)

c) Classes of providers of external assistance

	2022/2023	2021/2022
Description	Kshs	Kshs
Multilateral donors	0	0
Bilateral donors	0	0
International assistance organization	0	0
NGOs	0	0
National Assistance Organization	0	0
Total	0	0

(Provide details of the reasons for external assistance e.g. Economic development or welfare objective, Emergency relief, Trading activities etc.)

d. non-monetary external assistance

	2022/2023	2021/2022
Description	Kshs	Kshs
Goods	0	0
Services	0	0
Total	0	0

(This may occur when goods such as vehicles, computers, medical equipment, food aid etc are contributed to a project by donors, NGO etc N/B: Disclose the basis on which the value of goods and services were determined (This may be by: depreciated historical cost of physical assets, price attached on the goods, an assessment of value by the management of transferor, recipient or Third Party, Fair value measurement The totals here tie with line 4 of note 2.)).

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Other Important Disclosures (Continued)

e Purpose and use of external assistance

Payments made by third parties	2022/2023	2021/2022
Description	Kshs	Kshs
Compensation to employees	0	0
Use of goods and services	0	0
Subsidies	0	0
Transfers to other Government entities	0	0
Other grants and transfers	0	0
Social Security benefits	0	0
Acquisition of assets	0	0
Finance Costs including loan interest	0	0
Repayment of principal on domestic and foreign borrowing	0	0
Other payments	0	0
Total	0	0

(N/B The above sub-classification should be adopted based on the purpose of the external assistance and how it was used).

f. External Assistance paid by third parties on behalf of Drought Resilience and Sustainable Livelihood Programme (DRSLP) by Source

This relates to external assistance paid directly by third parties to settle obligations on behalf of **Drought Resilience and Sustainable Livelihood Programme (DRSLP)** This note should tie to line 3 of note 4 on external assistance).

	2022/2023	2021/2022
Description	Kshs	Kshs
National government	0	0
Multilateral donors	0	0
Bilateral donors	0	0
International assistance organization	0	0
NGOs	0	0
National Assistance Organization	0	0
Total	0	0

Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (RSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Other Important Disclosures (Continued)

5. Payments By Third Party on Behalf of The Project

This relates to payments done directly to supplier on behalf of the project such as; national government may fund the operation of health or education program; a donor may pay directly for construction of a given activity

5.1 Classification by Source

	2022/2023	2021/2022
Description	Kshs	Kshs
National government	0	0
Multilateral donors	0	0
Bilateral donors	0	0
International assistance organization	0	0
NGOs	0	0
National Assistance Organization	0	0
Total	0	0

(Third party payments may be done by other entities that are not providers of external assistance)

5.2 Classification of payments made by Third Parties by Nature of expenses

Payments made by third parties	2022/2023	2021/2022
Description	Kshs	Kshs
Compensation of employees	0	0
Use of goods and services	0	0
Subsidies	0	0
Transfers to other government units	0	0
Other grants and transfers	0	0
Social security benefits	0	0
Acquisition of assets	0	0
Finance costs, including loan interest	0	0
Other payments	0	0
Total	0	0

N/B The above subclassification will be adopted based on the appropriate project's operations.

Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)

Annual Report and Financial Statements for the financial year ended June 30, 2023

Other Important Disclosures (Continued)

6. Related Party Disclosures

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS. The comprise of related parties to the Project

- i) The implementing department – State Department for Crop Development
- ii) The National Treasury – Signs Loan Agreements with Donor on behalf of the Project

Related party transactions:

	2022/2023	2021/2022
	Kshs	Kshs
Compensation to Key Management		
Compensation to the program manager/ director	0	0
Key Management Compensation others (specify)	0	0
Total Compensation to Key Management	0	0
Transfers to related parties		
Transfers to other government entities	0	0
Total Transfers to related parties	0	0
Transfers from related parties		
Transfers from the Ministry/ department	0	0
Payments made on behalf of the project by other govt. entities	0	0
(Insert any other transfers received)	0	0
Total Transfers from related parties	0	0

7. Contingent Liabilities

Contingent liabilities	2022/2023	2021/2022
	Kshs	Kshs
Court case 0 against the project	0	0
Bank guarantees in favour of other govt. entities	0	0
Contingent liabilities arising from PPPs/ donor agreements	0	0
Total	0	0

(Give details- Update ANNEX 8 Contingent liabilities register)

Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (RSLP)

Annual Report and Financial Statements for the financial year ended June 30, 2023

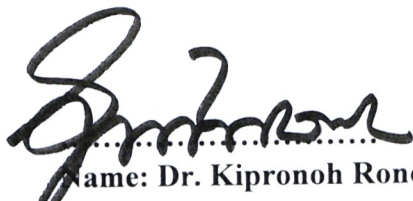
13. Annexes

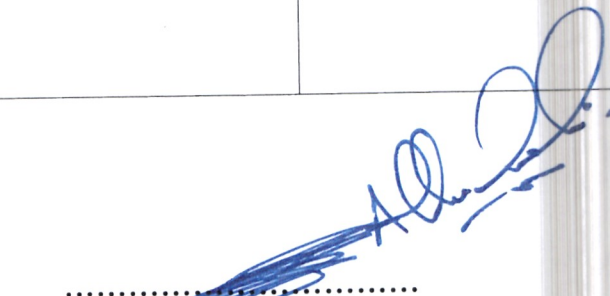
Annex 1: Prior Year Auditor-General's Recommendations

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2021/2022	Unreconciled Expenditure Figures	The expenditure in the IFMIS has since been reconciled and journalized to reflect a figure of Ksh 684,828,256 as per the financial statements.	Resolved	
2021/2022	Unsupported Government Counterpart Funding	Ledgers and other payment vouchers totaling to Ksh 40,879,238 for expenditures incurred have been provided for Audit review and verification. Management has	Resolved	
2021/2022	Unapproved Reallocation of Expenditure	instituted measures in place to ensure all expenditures are classified correctly in the Financial Statements for the year ended 30 th June 2023.	Resolved	
2021/2022	Stalled Projects	Contracts will be re-advertised and re-awarded to Contractors with due diligence when awarding	Resolved	

Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2021/2022	Unsupported Procurement of Contracts	Various procurement records have been availed for audit verification and review and wish to further confirm that the contract had been awarded in accordance with the applicable law and regulations and that stakeholders obtained value for the money	Resolved	
2021/2022	Poor Workmanship in the Construction of Hay Shed at Koiket in West Pokot County	The contractor has made good the defects which were observed during audit verification in September 2022. The community has since utilized the facility after the harvest of pastures in January-February 2023 after the short rains of October- December 2022 planted in October 2022	Resolved	


 Name: Dr. Kipronoh Ronoh P.
 Principal Secretary


 Name Eng Kennedy W. Makudih
 Project Coordinator

Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Annex 2: Variance explanations - Comparative Budget and Actual amounts for Current FY


	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
Receipts					
Transfer from Government entities	45,000,000	48,374,346	(3,374,346)	107.49	Budget cut during the supplementary
Proceeds from domestic and foreign grants	0	0	0	0	
Proceeds from borrowings	850,000,000	1,119,589,721	(269,589,721)	131.71	Budget cut during the supplementary
Miscellaneous receipts	0	0	0	0	
Total Receipts	895,000,000	1,167,964,067			
Payments					
Compensation of employees	17,500,000	9,615,000	7,885,000	54.94	Lack of Exchequer
Purchase of goods and services	124,952,162	115,426,320.20	9,525,841.80	92.00	
Social security benefits	0	0	0	0	
Acquisition of non-financial assets	752,547,838	1,033,792,933.40	(281,245,095.40)	137.37	Budget cut during the supplementary
Transfers to other government entities	0	0	0	0	
Other grants and transfers	0	0	0	0	
Total payments	895,000,000	1,158,834,253.60			

Annex 3: Reconciliation of inter-entity transfers

Project Name:		Break down of transfers from the State Department for Crop Development	
a. Government Counterpart funding	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		0	
	Total	48,374,346	
B. Direct payments	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	Total	0	
C. Others	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	Total	0	
	Total (A+B+C)	48,374,346	

The above amounts have been communicated to and reconciled with the State Department for Crop Development

Project Coordinator
Drought Resilience and Sustainable Livelihoods Programme
Sign 

Head of Accounting Unit
State Department for Crop Development
Sign 

**Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023**

Annex 4a: Analysis of Pending Bills

Supplier of Goods or Services	Date Contracted/ invoiced.	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
		a	b	c=a-b		
Construction of buildings						
1.						
2.						
Sub-Total						
Construction of civil works						
3.						
4.						
Sub-Total						
Supply of goods						
5.						
6.						
Sub-Total						
Supply of services						
7.						
8.						
Sub-Total						
Grand Total						

**Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023**

Annex 4b: Analysis of Pending: Staff Bills

Name of Staff	Job Group	Date Payable Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
Permanent Employees - Management							
1.							
2.							
Sub-Total							
Permanent Employees - Others							
3.							
4.							
Sub-Total							
Temporary employees							
5.							
6.							
Sub-Total							
Others (specify)							
7.							
8.							
Sub-Total							
Grand Total							

**Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023**

Annex 4c: Analysis of other Pending Payables

Name	Brief Description	Date Payable Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
Amounts due to National Govt Entities							
1.							
2.							
Sub-Total							
Amounts due to County Govt Entities							
3.							
4.							
Sub-Total							
Amounts due to Third Parties							
5.							
6.							
Sub-Total							
Others (specify)							
7.							
8.							
Sub-Total							
Grand Total							

*Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Annex 5: Summary of Fixed Assets Register

Asset class	Opening Cost (KShs) 2022/23 (a)	Donations in form of assets (KShs) 2022/23 (b)	*Purchases/ Additions in the Year (KShs) 2022/23 (c)	**Disposals in the Year (KShs) 2022/23 (d)	Transfers in/(out) Kshs 2022/23 (d)	Closing Cost (KShs) 2023 (e)= (a)+ (b)+c- (d)+(c)-d
Land	0	0	0	0	0	0
Buildings and structures	0	0	0	0	0	0
Transport equipment	130,558,028	0	0	0	0	130,558,028
Office equipment, furniture and fittings	11,013,332	0	0	0	0	11,013,332
ICT Equipment,	7,389,780	0	0	0	0	7,389,780
Other Machinery and Equipment	0	0	0	0	0	0
Heritage and cultural assets	0	0	0	0	0	0
Biological assets	0	0	0	0	0	0
Infrastructure assets roads, rails	0	0	0	0	0	0
Intangible assets	0	0	0	0	0	0
Work in Progress	0	0	0	0	0	0
Total	148,961,140	0	0	0	0	148,961,140

Annex 6: Contingent Liabilities Register

	Nature of contingent liability	Remarks
1		
2		
3		
4		
5		
6		
7		
8		
9		
10		

Multi-National Drought Resilience and Sustainable Livelihood Programme in the Horn of Africa (DRSLP)
Annual Report and Financial Statements for the financial year ended June 30, 2023

Annex 7: Reporting of Climate Relevant Expenditures

[Redacted]											

Annex 8: Reporting Disaster Management Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

Annex 9: Other Support Documents

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations statement as at 30th June 2023 (*Attached*)
- iii. Board of Survey Report (*Attached*)
- iv. Special Deposit Account(s) reconciliation statement (*Attached*)
- v. GOK IFMIS comparison Trial Balance (*Attached*)

**MINISTRY OF AGRICULTURE, LIVESTOCK, FISHERIES AND IRRIGATION
DROUGHT RESILIENCE AND SUSTAINABLE LIVELIHOOD PROGRAMME**

ADF LOAN NO. 2100150028345

BANK RECONCILIATION FOR THE MONTH OF 30TH JUNE 2023

BALANCE AS PER BANK STATEMENT

- Less-**
- 1. Payment in the cashbook not appearing on bank statement
 - 2. Receipts in Bank statement not posted in Cashbook

- Add-**
- 3. Payment in the Bank statement not recorded in the Cash Book
 - 4. Receipts in the Cash Book not yet Banked

		37,758,807.60
	28,625,453.00	
	-	
	28,625,453.00	28,625,453.00
	-	
	0.00	
	-	
	-	
		9,133,354.60

Bank Balance as per Cash Book

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

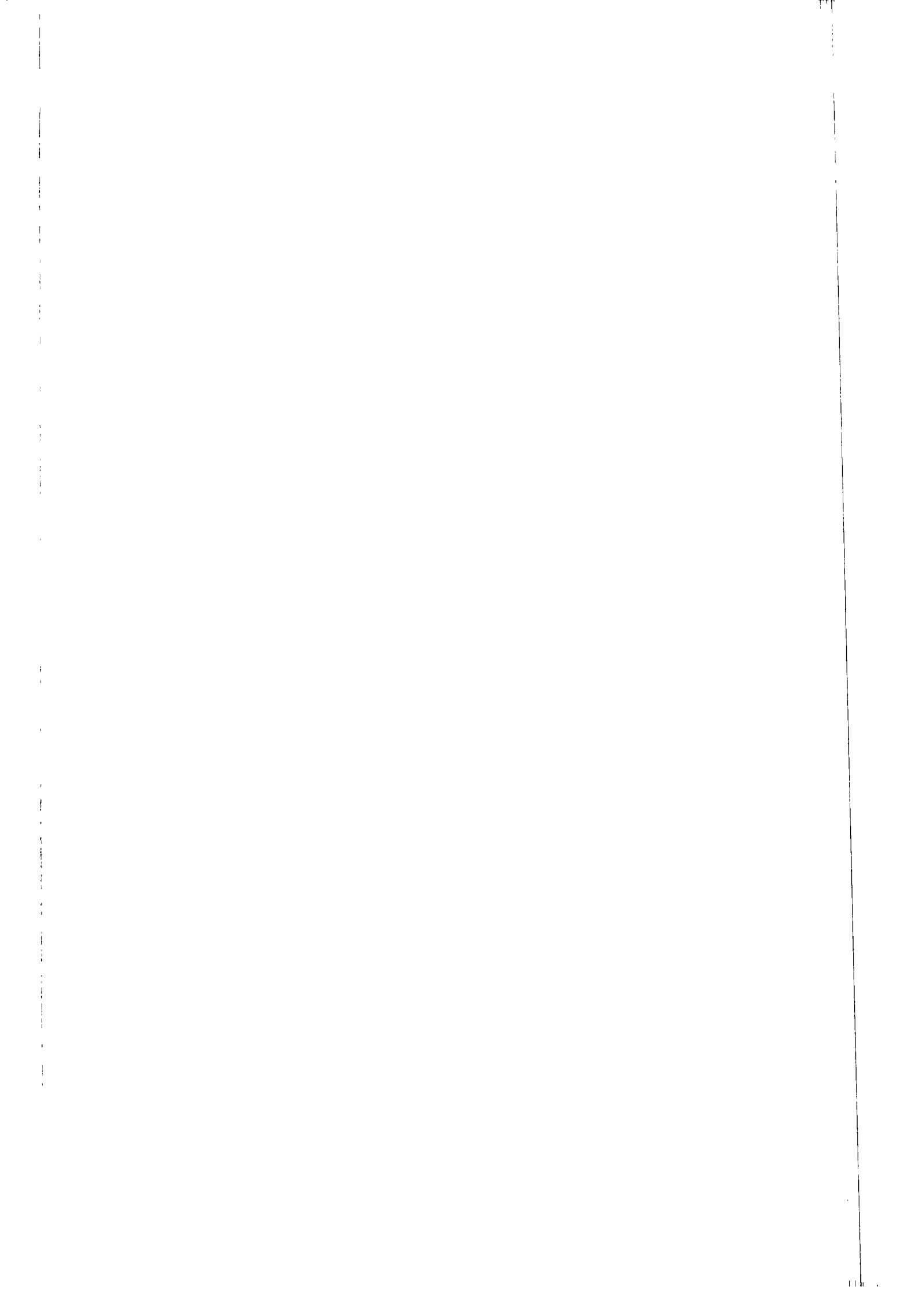


PREPARED BY
PRINCIPAL ACCOUNTANT
Designation

Signature

10/7/2023

Date





CENTRAL BANK OF KENYA
BANKI KUU YA KENYA

STATEMENT OF ACCOUNT

Rundate : 11/07/2023

CENTRAL BANK OF KENYA

Runtime : 10:28:04

BANKI KUU YA KENYA

Customer Number : 145028

P.O.BOX 60000 - 0200

Account Number : 1000457667

NAIROBI

Account Name : DROUGHT RESIL SUSTAINABLE LAND PROJ(KES)

STATEMENT PERIOD: FROM 01/06/2023 TO 30/06/2023

Opening Balance : 57814577.6

No.	Txn Date	Valute Date	Reference No	Txn Details	Dr Amt	Cr Amt	Balance
1	07/06/2023	07/06/2023	FT23158Q51KR	Outward RTGS Payment MT 103	299,880.00	0.00	57,514,697.60
				0040000157			
				STATE DEPT FOR CROP DEV AGRICULTURE RESERC:999999			
				GERALD KARIUKI KOREMA			
				0040000157			

					PV/D0203				
2	07/06/2023	07/06/2023	FT2315885SF3		Outward RTGS Payment MT 103	4,450,000.00	0.00	53,064,697.60	
					0040000156				
					STATE DEPT FOR CROP DEV AGRI RESERC.999999				
					R H DEVANI LIMITED				
					0040000156				
					PV/D0205/1				
3	13/06/2023	13/06/2023	FT231647MR4M		Outward RTGS Payment MT 103	299,780.00	0.00	52,764,917.60	
					0040000161				
					STATE DEPT FOR CROP DEV AGRI RESERC.999999				
					GERALD KARUKI KOREMA				
					0040000161				
					PVR0211				
4	13/06/2023	13/06/2023	FT23164RXP8X		Outward RTGS Payment MT 102	1,739,000.00	0.00	51,025,917.60	
					0040000159				
					STATE DEPT FOR CROP DEV AGRI RESERC.CBK				
					JONAH KPPKURGAT KEBENEY				

				JANET ACHEING O OYUIKE				
				/REC/0040000167				
				IMP4703472				
8	15/06/2023	15/06/2023	FT231662RDCD	Outward RTGS Payment MT 102	369,400.00	0.00	44,325,157.60	
				0040000166				
				STATE DEPT FOR CROP DEV AGRI				
				RESERC.CBK				
				CAROLINE WAWIRA KAMUNYU				
				/REC/0040000166				
				IMP4703474				
9	15/06/2023	15/06/2023	FT231662VCMT	Outward RTGS Payment MT 102	382,350.00	0.00	44,142,807.60	
				0040000164				
				STATE DEPT FOR CROP DEV AGRI				
				RESERC.CBK				
				WILLIAM OMUNANDI NDEKA				
				/REC/0040000164				
				IMP4703453				
10	15/06/2023	15/06/2023	FT2316682DSV	Outward RTGS Payment MT 102	1,989,000.00	0.00	42,153,807.60	
				0040000163				

					STATE DEPT FOR CROP DEV AGRI RESERC:CBK							
					JOHN PAUL GLASIO ADUORD							
					/REC/0040000163							
					IMP4703465							
11	15/06/2023	15/06/2023	FT231669VVDV		Outward RTGS Payment MT 102	1,994,000.00	0.00				40,159,807.60	
					0040000162							
					STATE DEPT FOR CROP DEV AGRI RESERC:CBK							
					HILLARY KIPROTICH NGENO							
					/REC/0040000162							
					IMP4703466							
12	15/06/2023	15/06/2023	FT231663GXSY		Outward RTGS Payment MT 102	2,401,000.00	0.00				37,758,807.60	
					0040000165							
					STATE DEPT FOR CROP DEV AGRI RESERC:CBK							
					EMMY ADISAH WANJOHI							
					/REC/0040000165							
					IMP4703476							
Totals						20,055,770.00	0.00					

Closing Balance	37,758,807.60
-----------------	---------------



CENTRAL BANK OF KENYA
BANKI KUU YA KENYA

STATEMENT OF ACCOUNT

CENTRAL BANK OF KENYA

BANKI KUU YA KENYA

P.O.BOX 60000 - 0200

NAIROBI

STATEMENT PERIOD: FROM 01/07/2023 TO 11/07/2023

Rundate : 11/07/2023

Runtime : 10:36:08

Customer Number : 145028

Account Number : 1000457667

Account Name : DROUGHT RESIL SUSTAINABLE LAND PROJ(KES)

Opening Balance : 37758807.6

No.	Txn Date	Value Date	Reference No	Txn Details	Dr Amt	Cr Amt	Balance
1	03/07/2023	03/07/2023	FT23184Y16SW	Outward RTGS Payment MT 102	245,700.00	0.00	37,513,107.60
				0040000168			
				STATE DEPT FOR CROP DEV AGRIC RESERC:CBK			
				KALRO DAIRY RESEARCH INSTITUTE			
				/REC/0040000168			

					PVD0212/1				
2	03/07/2023	03/07/2023	FT23184C4VHQ		Outward RTGS Payment MT 102	562,860.00	0.00	36,950,247.60	
				0040000170					
					STATE DEPT FOR CROP DEV AGR				
					RESERC:CBK				
					HILLARY KIPROTICH NGENO				
					/REC/0040000170				
					IMP4703482				
3	03/07/2023	03/07/2023	FT23184YYSKX		Outward RTGS Payment MT 103	702,300.00	0.00	36,247,947.60	
				0040000171					
					STATE DEPT FOR CROP DEV AGR				
					RESERC:999999				
					KENNEDY WANDERA MAKUDIUH				
					0040000171				
					IMP4703481				
4	03/07/2023	03/07/2023	FT23184DSDP0		Outward RTGS Payment MT 103	933,400.00	0.00	35,314,547.60	
				0040000172					
					STATE DEPT FOR CROP DEV AGR				
					RESERC:999999				
					JACKSON MOI MAGEMBE				

					0040000172							
					IMP4703484							
5	05/07/2023	05/07/2023	FT23186KY9XD		Outward RTGS Payment MT 102	285,700.00	0.00	35,028,847.60				
					0040000169							
					STATE DEPT FOR CROP DEV AGRI RESERC:CBK							
					KALRO DAIRY RESEARCH INSTITUTE							
					/REC/0040000169							
					PVD0212							
6	05/07/2023	05/07/2023	FT23186L4D74		Outward RTGS Payment MT 102	898,800.00	0.00	34,130,047.60				
					0040000174							
					STATE DEPT FOR CROP DEV AGRI RESERC:CBK							
					STATATHEROS LIMITED							
					/REC/0040000174							
					PVD0229							
7	05/07/2023	05/07/2023	FT231865N7PN		Outward RTGS Payment MT 102	1,993,600.00	0.00	32,136,447.60				
					0040000175							
					STATE DEPT FOR CROP DEV AGRI RESERC:CBK							

					MUGODO ROBERT GWADOYA				
					/REC/0040000175				
					IMP4703495				
					Outward RTGS Payment MT 102				
8	05/07/2023	05/07/2023	FT23186ZXRDD0	0040000177	STATE DEPT FOR CROP DEV AGR				
					RESERC.CBK				
					JANE NIERI KAGURE				
					/REC/0040000177				
					IMP4703491				
9	05/07/2023	05/07/2023	FT231867RX3G	0040000176	STATE DEPT FOR CROP DEV AGR				
					RESERC.CBK				
					GEORGE MWIRIGI MURJUNGI				
					/REC/0040000176				
					IMP4703490				
10	05/07/2023	05/07/2023	FT23186LXX9Z	0040000178	Outward RTGS Payment MT 102				

						STATE DEPT FOR CROP DEV AGRI RESERC:CBK						
						FRANCIS NDUNGU NGACHA						
						/REC/0040000178						
						IMP4703494						
11	05/07/2023	05/07/2023	FT23186CMBBH			Outward RTGS Payment MT 103	3,000,000.00 ✓	0.00			23,144,647.60	
						0040000173	✓					
						STATE DEPT FOR CROP DEV AGRI RESERC:999999						
						ISUZU EAST AFRICA LIMITED						
						0040000173						
						PVS0222						
12	05/07/2023	05/07/2023	FT23186Z7P95			Outward RTGS Payment MT 103	4,200,000.00 ✓	0.00			18,944,647.60	
						0040000179	✓					
						STATE DEPT FOR CROP DEV AGRI RESERC:999999						
						CFAO MOTORS KENYA LIMITED						
						0040000179						
						PVS0221						
13	10/07/2023	10/07/2023	FT23191R3CQT			Outward RTGS Payment MT 103	298,893.00 ✓	0.00			18,645,754.60	

				0040000180				
				STATE DEPT FOR CROP DEV AGR RESERC.999999				
				GERALD KARIUKI KOREMA				
				0040000180				
				PVD0262				
14	10/07/2023	10/07/2023	FT23191T4VP7	Outward RTGS Payment MT 103	9,512,400.00	0.00	9,133,354.60	
				0040000181				
				STATE DEPT FOR CROP DEV AGR RESERC.999999				
				JKUAT ENTERPRISES LIMITED				
				0040000181				
				PVD0247/1				
Totals					28,625,453.00	0.00	9,133,354.60	
Closing Balance								9,133,354.60

REPUBLIC OF KENYA

Date 11/7/2023

Report of the Board of Survey on the Cash and Bank Balances of DROUGHT RESILIENCE AND SUSTAINABLE LIVELIHOOD - A/C NO. 1000457667 as at the close of business on 30-6-2023

The Board, consisting of- (Names and Official titles)

PETER GITHUKU - CHAIRMAN
SIMIYU WANGETE - MEMBER
JASON GITONGA - MEMBER

Assembled at the office of PROJECT ACCOUNTANTS OFFICE - HILL PLAZA, 9TH FLOOR

at 11.20 A.M. (time) on the 11/7/2023

Notes	(Shs.	<u>NIL</u>
Silver	Shs.	<u>NIL</u>
copper	Shs.	<u>NIL</u>
Cheques (as per details on reverse)	Shs.	<u>NIL</u>

It was observed that cheques amounting to Shs. NIL cts NIL had been on hand for more than 14 days prior to the date of the survey.

The cash consists of East African currency and does not contain any demonetized coin or notes

The Cash Book reflected the following balances as at the close of business on the 30-6-2023


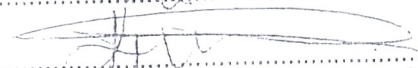
Cash on hand	(Shs.	<u>NIL</u>
Bank balance	Shs.	<u>9,133,354.60</u>

The Bank Certificate of Balance showed a sum of Shs. 37,758,807.60
 - cts - (shs. _____ cts _____)

Standing to the credit of the account on 30-6-2023

The difference between this figure and the Bank Balance as shown by the Cash Book is accounted for in the Bank Reconciliation Statement (F.O. 30) attached.

Chairman 

Members of the Board

Date 11-7-2023

DROUGHT RESILIENCE AND SUSTAINABLE LIVELIHOOD PROJECT
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30TH JUNE 2023
PART B: ACCOUNT RECONCILIATION STATEMENT

PROJECT No. 2100150028345

Bank Account No.114036001 Held with Diamond Trust Bank

	NOTES	AMOUNT USD	AMOUNT USD
1 Amount advanced by ADB			8,097,717.37
Less			6,559,255.83
2 Total amount justified to ADB			1,538,461.54
3 Outstanding amount advanced to Designated Account			
Represented by:			412,932.80
4 Ending Designated Account Balance at 30.06.2023			-
5 Amount claimed but not credited at 30.06.2023			1,125,528.74
6 Amount withdrawn and not claimed as at 30.06.2023			-
7 Service charges (if not included in 5 & 6 above)			-
Less			-
8 Interest earning (if included in Designated Account)			-
9 Total advance to Designated Account year ended 30.06.2023			1,538,461.54

Discrepancy between total appearing on lines 3 and 9

Notes:

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

The amount appearing on line 6 is eligible for financing by ADB and shall be documented in subsequent IFRs/SOEs

K. K. K.
AUTHORIZED REPRESENTATIVE
RESOURCES MOBILIZATION DEPARTMENT - TREASURY

DATE: 24 08 2023



SPECIAL ACCOUNT STATEMENT

For period ending	30TH JUNE, 2023
Account No.	114036001
Depository Bank	DIAMOND TRUST BANK
Address	DIAMOND TRUST BANK
Related Loan	DMOND-DROUGHT RESI. LVHD PRG IN H.
Credit Agreement	LN 2100150028345
Currency	USD

Account Activity

Beginning balance of 1st July, 2022 as per C.B.K. Ledger Account	412,932.80
Add:	
Total Amount deposited by World Bank	1,538,446.54
Total Interest earnings if deposited in account	-
Total amount refunded to cover ineligible expenditure	-
Deduct:	
Total amount withdrawn	1,460,183.80
Total service charges if not included above in amount withdrawn	-
Ending balance on 30th June,2023	491,195.54

AUTHORISED REPRESENTATIVE
CENTRAL BANK OF KENYA

SIGNATURE: _____

AUTHORISED REPRESENTATIVE
EXTERNAL RESOURCES
DEPARTMENT-TREASURY

DATE

24-07-2023

SIGNATURE: _____

DATE

24-08-2023

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June,2023 have been reconciled and a copy of the supporting Reconciliation Statement is attached.



Run Date: 23/07/2023
 CENTRAL BANK OF KENYA
 BANKI KUU YA KENYA
 P.O. BOX 50000-0200
 NAIROBI

Run Time: 11:28:39

ACCOUNT NUMBER: 1000176148

ACCOUNT TITLE: DIAMOND-DROUGHT RESILVHD PRG IN H
 30/06/2023

STATEMENT PERIOD: From 01/07/2022 To

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE
-----	------	--------------	---------	-------	----------------

OPENING BAL: -412,932.80

NO.	Value	Date	Reference.No	Details	Debit	Credit	Balance
1		23/08/2022	FT22237R09TM	REVERS PAI 28248	0.00	412,932.80	0
2		18/01/2023	FT23018GFYZY	FUNDING	-1,538,446.54	0.00	-1,538,446.54
3		20/01/2023	FT23019B297W		0.00	1,047,251.00	-491,195.54

CLOSING BALANCE: -491,195.54

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

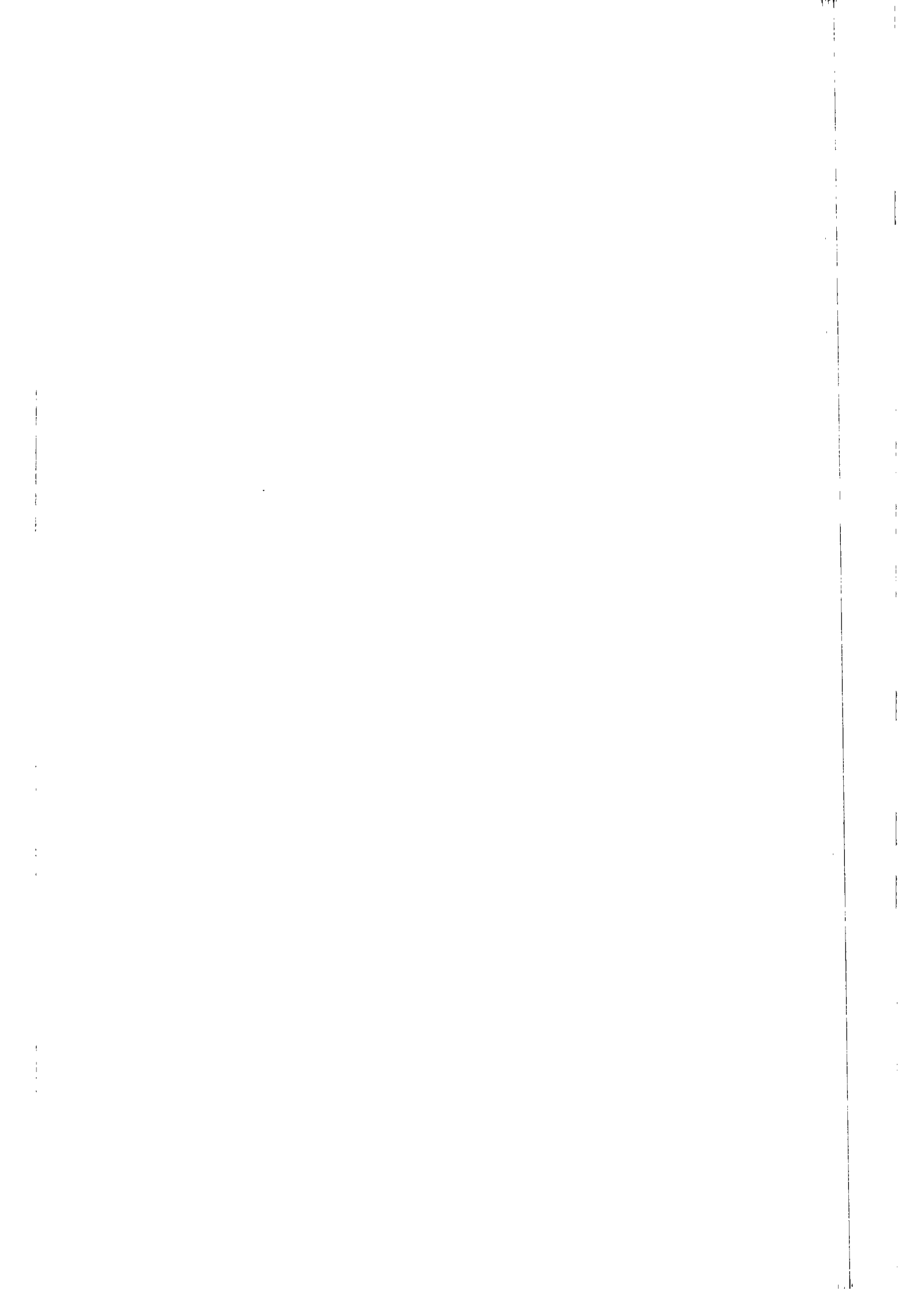
Signatures
Transaction Find

- Account equals 1000176148
 - Statement From equals 20220701
 - Statement To equals 20230630
- TAM.E.STMT.OF.ACCT.EPRM



Obj Number	Reference	Curr	Amount Approval Currency	Amount Justified Approval Currency	Balance To Justify Approval Currency	Amount Disbursed UAC	Amount Justified UAC	Balance To Justify UAC	Justified	Disburs Value Date	Last Just Date
(A)	(B)		(C)	(D)	(E) - (C) - (D)	(F)	(G)	F = D / F	(H)	(I)	(J)
10150028345											
6.1 activities	PF N00001	USD	288,788.17	288,788.17	0.00	100,846.00	190,846.00	0.00	100.00	10.09.2013	30.01.2015
KE/2013/46412						89,088.35	89,088.35	0.00	100.00	24.07.2014	07.12.2015
KE/2014/45281	PF N00002	USD	137,285.15	137,285.15	0.00	566,872.22	566,872.22	0.00	100.00	11.02.2015	10.11.2016
KE/2015/01925	PF N000048	USD	803,445.00	803,445.00	0.00	567,409.61	567,409.61	0.00	100.00	22.02.2016	30.11.2017
KE/2015/11907	PF N00047	USD	820,229.41	820,229.41	0.00	468,452.87	468,452.87	0.00	100.00	10.02.2017	06.05.2019
KE/2017/25394	PF N001092A	USD	635,345.25	635,345.25	0.00	292,266.60	292,266.60	0.00	100.00	09.04.2018	27.05.2020
KE/2018/41321	PF N000082A	USD	424,505.55	424,505.55	0.00	602,084.90	602,084.90	0.00	100.00	24.05.2019	17.02.2021
KE/2019/58908	PF N004405	USD	830,430.80	830,430.80	0.00	672,307.48	672,307.48	0.00	100.00	17.06.2020	17.03.2022
KE/2020/75130	PF N00476	USD	929,498.70	929,498.70	0.00	1,235,589.26	1,235,589.26	0.00	103.03	15.10.2021	05.12.2022
KE/2021/96110	PF N00854	USD	1,689,727.80	1,740,932.91	51,205.11-	1,153,771.16	1,117,429.45	0.00	80.61	10.01.2023	00.00.0000
KE/2022/20370	PF N00847	USD	1,338,461.54	0.00	1,538,461.54	4,705,818.29	1,117,429.45	0.00	80.61		
0141 2100150028345 ALL ACTIVITIES						5,823,287.74	4,705,818.29	1,117,429.45	80.61		

8,097,717.57
 6,554,255.83
 1,538,461.54





Trial Balance Comparison Report

Entity: 1169-State Department for Crop Development & Agricultural Research

Current Period: JUL-22 To JUN-23

Compare With: JUL-21 To ADJ2-22

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
	Kshs	Kshs	Kshs	Kshs
1310102 Capital Grants from Foreign Governments	0.00	58,385,436.40	0.00	24,845,513.00
1310100 Grants from Foreign Govts. - Cash through Exchequer	0.00	58,385,436.40	0.00	24,845,513.00
1310202 Capital Grants from Foreign Governments	0.00	25,000,000.00	0.00	20,950,272.20
1310200 Grants from Foreign Govts. - Direct Payments treated as AIA	0.00	25,000,000.00	0.00	20,950,272.20
1310000 Grants from Foreign Governments	0.00	83,385,436.40	0.00	45,795,785.20
1320202 Capital Grants from International Organizations	0.00	1,126,586,678.60	0.00	566,172,415.95
1320200 Grants from International Organizations - Direct Payments AIA	0.00	1,126,586,678.60	0.00	566,172,415.95
1320000 Grants from International Organisations	0.00	1,126,586,678.60	0.00	566,172,415.95
1990103 Discount Taken	0.00	0.00	0.00	0.00
1990100 System Required Revenue A/c's	0.00	0.00	0.00	0.00
1990000 System Required Revenue	0.00	0.00	0.00	0.00
2110101 Basic Salaries - Civil Service	428,997,999.80	0.00	492,986,812.70	0.00
2110100 Basic Salaries - Permanent Employees	428,997,999.80	0.00	492,986,812.70	0.00
2110201 Contractual Employees	144,040,714.00	0.00	171,736,021.05	0.00
2110202 Casual Labour - Others	20,690,628.75	0.00	22,917,973.25	0.00
2110200 Basic Wages - Temporary Employees	164,731,342.75	0.00	194,653,994.30	0.00
2110301 House Allowance	178,505,643.35	0.00	193,105,902.10	0.00
2110306 Foreign Service Allowance (Overseas Addition)	6,645,774.00	0.00	26,583,096.00	0.00
2110307 Hardship Allowance	1,305,864.50	0.00	1,512,300.00	0.00
2110311 Transfer Allowance	896,630.00	0.00	842,900.00	0.00
2110312 Responsibility Allowance	3,138,039.35	0.00	568,172.75	0.00
2110313 Entertainment Allowance	1,970,645.20	0.00	2,450,390.85	0.00
2110314 Transport Allowance	81,735,330.25	0.00	84,029,094.75	0.00
2110315 Extraneous Allowance	24,649,754.25	0.00	34,956,893.70	0.00
2110317 Domestic Servant Allowance	489,354.80	0.00	561,593.30	0.00
2110318 n Practising Allowance	719,000.00	0.00	720,000.00	0.00
2110320 Leave Allowance	9,432,933.30	0.00	12,184,870.20	0.00
2110327 Ministerial Allowance	1,200,000.00	0.00	3,600,000.00	0.00
2110336 Car Purchase Allowance	0.00	0.00	14,000,000.00	0.00
2110300 Personal Allowances paid as part of Salary	310,688,969.00	0.00	375,115,213.65	0.00
2110402 Refund of Medical Expenses - Inpatient	716,874.00	0.00	2,867,500.00	0.00
2110400 Personal Allowances paid as Reimbursements	716,874.00	0.00	2,867,500.00	0.00
2110000 Wages and Salary Contributions	905,135,185.55	0.00	1,065,623,520.65	0.00
2120201 Employer Contributions to National Social and Health Insurance Scheme	1,684,684.00	0.00	6,738,736.00	0.00
2120200 Employer Contributions to Compulsory Health Insurance Schemes	1,684,684.00	0.00	6,738,736.00	0.00
2120000 Social Contributions	1,684,684.00	0.00	6,738,736.00	0.00
2210101 Electricity	11,894,783.15	0.00	16,428,799.00	0.00
2210102 Water and Sewerage Charges	2,892,180.50	0.00	3,033,577.90	0.00
2210103 Gas expenses	272,006.00	0.00	190,624.00	0.00
2210106 Utilities, Supplies- Other (4,794,877.90	0.00	4,256,696.25	0.00
2210100 Utilities, Supplies and Services	19,853,847.55	0.00	23,909,697.15	0.00
2210201 Telephone, Telex, Facsimile and Mobile Phone Services	22,889,132.40	0.00	18,824,274.00	0.00
2210202 Internet Connections	9,164,533.50	0.00	11,718,079.30	0.00
2210203 Courier & Postal Services	111,130.00	0.00	402,794.00	0.00
2210205 Satellite Access Services	9,900.00	0.00	7,500.00	0.00
2210200 Communication, Supplies and Services	32,174,695.90	0.00	30,952,647.30	0.00
2210301 Travel Costs (airlines, bus, railway, mileage allowances, etc.)	78,860,183.60	0.00	88,429,509.80	0.00
2210302 Accommodation - Domestic Travel	21,346,016.75	0.00	49,952,871.10	0.00
2210303 Daily Subsistence Allowance	1,623,795,978.80	0.00	1,030,427,098.75	0.00
2210304 Sundry Items (e.g. airport tax, taxis,	116,220.00	0.00	804,650.00	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
etc?)				
2210300 Domestic Travel and Subsistence, and Other Transportation Costs	1,724,118,399.15	0.00	1,169,614,129.65	0.00
2210401 Travel Costs (airlines, bus, railway, etc.)	19,062,466.40	0.00	12,605,873.00	0.00
2210402 Accommodation	0.00	0.00	0.00	0.00
2210403 Daily Subsistence Allowance	82,666,578.00	0.00	33,930,650.00	0.00
2210404 Sundry Items (e.g. airport tax, taxis, etc?)	0.00	0.00	25,000.00	0.00
2210400 Foreign Travel and Subsistence, and other transportation costs	101,729,044.40	0.00	46,561,523.00	0.00
2210502 Publishing & Printing Services	27,470,260.00	0.00	36,560,299.70	0.00
2210503 Subscriptions to Newspapers, Magazines and Periodicals	247,597.40	0.00	1,057,702.20	0.00
2210504 Advertising, Awareness and Publicity Campaigns	35,797,567.35	0.00	33,700,139.00	0.00
2210505 Trade Shows and Exhibitions	512,442.00	0.00	4,015,243.00	0.00
2210500 Printing, Advertising and Information Supplies and Services	64,027,866.75	0.00	75,333,383.90	0.00
2210602 Payment of Rents and Rates - Residential	3,160,137.60	0.00	10,122,881.20	0.00
2210603 Rents and Rates - Non-Residential	37,591,358.15	0.00	25,869,815.75	0.00
2210604 Hire of Transport, Equipment	4,504,784.20	0.00	3,005,228.00	0.00
2210600 Rentals of Produced Assets	45,256,279.95	0.00	38,997,924.95	0.00
2210701 Travel Allowance	864,232,774.30	0.00	798,365,018.70	0.00
2210702 Remuneration of Instructors and Contract Based Training Services	13,732,775.00	0.00	101,612,403.00	0.00
2210703 Production and Printing of Training Materials	29,143,816.50	0.00	29,203,345.25	0.00
2210704 Hire of Training Facilities and Equipment	50,129,582.25	0.00	66,500,139.60	0.00
2210706 Book Allowance	0.00	0.00	25,099,601.00	0.00
2210708 Trainer Allowance	13,292,350.00	0.00	9,579,200.00	0.00
2210709 Research Allowance	3,639,752.00	0.00	22,901,312.00	0.00
2210710 Accommodation Allowance	99,365,107.55	0.00	28,544,695.80	0.00
2210711 Tuition Fees Allowance	51,001,579.00	0.00	168,577,200.00	0.00
2210712 Trainee Allowance	69,480,654.30	0.00	45,578,567.00	0.00
2210714 Gender Mainstreaming	0.00	0.00	0.00	0.00
2210700 Training Expenses	1,194,018,390.90	0.00	1,295,961,482.35	0.00
2210801 Catering Services (receptions), Accommodation, Gifts, Food and Drinks	17,466,675.00	0.00	16,476,173.00	0.00
2210802 Boards, Committees, Conferences and Seminars	81,995,976.00	0.00	107,774,911.30	0.00
2210808 Purchase of Coffins	0.00	0.00	155,800.00	0.00
2210800 Hospitality Supplies and Servi	99,462,651.00	0.00	124,406,884.30	0.00
2210904 Motor Vehicle Insurance	5,163,196.30	0.00	4,780,421.00	0.00
2210910 Medical Insurance	30,472,092.00	0.00	15,067,424.00	0.00
2210999 Insurance Costs - Other (Budge	184,699,657.00	0.00	218,956,484.30	0.00
2210900 Insurance Costs	220,334,945.30	0.00	238,804,329.30	0.00
2211003 Veterinarian Supplies and Materials	180,000.00	0.00	50,000.00	0.00
2211004 Fungicides, Insecticides and Sprays	168,288,040.00	0.00	71,845,777.00	0.00
2211005 Chemicals and Industrial Gases	0.00	0.00	0.00	0.00
2211006 Purchase of Workshop Tools, Spares and Small Equipment	22,143,000.00	0.00	0.00	0.00
2211007 Agricultural Materials, Supplies and Small Equipment	582,433,312.30	0.00	338,756,097.45	0.00
2211008 Laboratory Materials, Supplies and Small Equipment	19,650,366.65	0.00	87,821,636.00	0.00
2211009 Education and Library Supplies	813,500.00	0.00	1,790,900.00	0.00
2211010 Supplies for Broadcasting and Information Services	0.00	0.00	0.00	0.00
2211015 Foods and Rations	2,580,000.00	0.00	4,000,000.00	0.00
2211016 Purchase of Uniforms and Clothing - Staff	417,000.00	0.00	2,266,400.00	0.00
2211021 Purchase of Bedding and Linen	0.00	0.00	450,000.00	0.00
2211023 Supplies for Production	4,514,600.00	0.00	5,282,550.00	0.00
2211029 Purchase of Safety Gear	393,543.00	0.00	597,586.00	0.00
2211000 Specialised Materials and Supp	801,413,361.95	0.00	512,860,946.45	0.00
2211101 General Office Supplies (papers, pencils, forms, small office equipment etc)	49,055,592.50	0.00	62,471,594.70	0.00
2211102 Supplies and Accessories for Computers and Printers	26,704,076.35	0.00	19,152,986.40	0.00
2211103 Sanitary and Cleaning Materials, Supplies and Services	5,341,667.25	0.00	2,005,002.00	0.00
2211100 Office and General Supplies and Services	81,101,336.10	0.00	83,629,583.10	0.00
2211201 Refined Fuels and Lubricants for	90,616,758.10	0.00	117,965,196.55	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
Transport				
2211202 Refined Fuels and Lubricants for Production	172,500.00	0.00	262,500.00	0.00
2211203 Refined Fuels and Lubricants -- Other	150,000.00	0.00	187,500.00	0.00
2211204 Other Fuels (wood, charcoal, cooking gas etc?)	0.00	0.00	187,500.00	0.00
2211200 Fuel Oil and Lubricants	90,939,258.10	0.00	118,602,696.55	0.00
2211301 Bank Service Commission and Charges	201,463.00	0.00	320,424.00	0.00
2211305 Contracted Guards and Cleaning Services	21,052,369.00	0.00	16,736,788.00	0.00
2211306 Membership Fees, Dues and Subscriptions to Professional and Trade Bodies	670,550.00	0.00	650,698.00	0.00
2211307 Transport Costs and Charges (freight, loading/unloading, clearing and shipping charges)	31,802,764.00	0.00	51,008,254.00	0.00
2211308 Legal Dues/fees, Arbitration and Compensation Payments	0.00	0.00	1,356,046.00	0.00
2211310 Contracted Professional Services	525,061,563.50	0.00	554,738,549.45	0.00
2211311 Contracted Technical Services	245,962,857.10	0.00	473,425,327.95	0.00
2211320 Temporary Committee Expenses	0.00	0.00	0.00	0.00
2211323 Laundry Expenses	270,000.00	0.00	350,000.00	0.00
2211335 Monitoring and Evaluation Expenses	111,940,500.00	0.00	0.00	0.00
2211300 Other Operating Expenses	936,962,066.60	0.00	1,098,586,087.40	0.00
2210000 Goods and Services	5,411,392,143.65	0.00	4,858,221,315.40	0.00
2220101 Maintenance Expenses - Motor Vehicles	57,032,693.85	0.00	35,866,362.75	0.00
2220100 Routine Maintenance - Vehicles	57,032,693.85	0.00	35,866,362.75	0.00
2220201 Maintenance of Plant, Machinery and Equipment (including lifts)	116,346,931.20	0.00	173,287,932.50	0.00
2220202 Maintenance of Office Furniture and Equipment	1,299,173.00	0.00	307,344.00	0.00
2220205 Maintenance of Buildings and Stations -- Non-Residential	1,371,552.75	0.00	6,339,892.00	0.00
2220207 Maintenance of Roads, Ports and Jetties	101,322,634.95	0.00	113,432,352.25	0.00
2220209 Minor Alterations to Buildings and Civil Works	61,774,286.00	0.00	51,968,560.00	0.00
2220210 Maintenance of Computers, Software, and Networks	8,802,527.00	0.00	2,592,474.50	0.00
2220212 Maintenance of Communications Equipment	209,682.00	0.00	562,000.00	0.00
2220200 Routine Maintenance - Other Assets	291,126,786.90	0.00	348,490,555.25	0.00
2220000 Routine Maintenance	348,159,480.75	0.00	384,356,918.00	0.00
2230102 Foreign Exchange Rates Loss	75,280.35	0.00	1,302,773.20	0.00
2230100 Exchange Rate Losses	75,280.35	0.00	1,302,773.20	0.00
2230000 Other Charges	75,280.35	0.00	1,302,773.20	0.00
2520199 Subsidies to Non- Financial Private Enterp	3,366,999,497.95	0.00	0.00	0.00
2520100 Subsidies to Non- Financial Private Enterprises	3,366,999,497.95	0.00	0.00	0.00
2520201 Subsidies to Financial Private Enterprises	1,500,740,624.40	0.00	1,137,222,831.00	0.00
2520200 Subsidies to Financial Private Enterprises	1,500,740,624.40	0.00	1,137,222,831.00	0.00
2520000 Subsidies to Private Enterprises	4,867,740,122.35	0.00	1,137,222,831.00	0.00
2630101 Current Grants to Semi-Autonomous Government Agencies	10,223,891,352.00	0.00	11,577,599,987.70	0.00
2630152 Bukura Agricultural College	369,989,916.35	0.00	362,000,000.00	0.00
2630100 Current Grants to Government Agencies and other Levels of Government	10,593,881,268.35	0.00	11,939,599,987.70	0.00
2630201 Capital Grants to Semi-Autonomous Government Agencies	10,446,428,140.65	0.00	6,090,914,576.40	0.00
2630203 Capital Grants to Other levels of government	9,125,102,725.45	0.00	8,850,034,931.15	0.00
2630200 Capital Grants to Government Agencies and other Levels of Government	19,571,530,866.10	0.00	14,940,949,507.55	0.00
2630000 Grants & Transfer To Other Govt. Units	30,165,412,134.45	0.00	26,880,549,495.25	0.00
2640102 Scholarships and other Educational Benefits - Tertiary Education	2,440,912.00	0.00	0.00	0.00
2640100 Scholarships and other Educational Benefits	2,440,912.00	0.00	0.00	0.00
2640503 Other Capital Grants and Trans	1,430,000,000.00	0.00	1,035,456,000.00	0.00
2640500 Other Capital Grants and Trans	1,430,000,000.00	0.00	1,035,456,000.00	0.00
2640000 Other Transfers and Emergency Relief	1,432,440,912.00	0.00	1,035,456,000.00	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
2710102 Gratuity - Civil Servants	20,711,489.40	0.00	16,010,672.10	0.00
2710100 Government Pension and Retirement Benefits	20,711,489.40	0.00	16,010,672.10	0.00
2710000 Social Security Benefits	20,711,489.40	0.00	16,010,672.10	0.00
3110202 Non-Residential Buildings (offices, schools, hospitals, etc.)	32,191,089.20	0.00	130,965,574.85	0.00
3110200 Construction of Building	32,191,089.20	0.00	130,965,574.85	0.00
3110301 Refurbishment of Residential Buildings	0.00	0.00	5,980,390.00	0.00
3110302 Refurbishment of Non-Residential Buildings	155,538,584.35	0.00	123,426,243.10	0.00
3110300 Refurbishment of Buildings	155,538,584.35	0.00	129,406,633.10	0.00
3110502 Water Supplies and Sewerage	100,000.00	0.00	100,000.00	0.00
3110504 Other Infrastructure and Civil Works	1,308,080,249.95	0.00	1,381,304,146.60	0.00
3110500 Construction and Civil Works	1,308,180,249.95	0.00	1,381,404,146.60	0.00
3110701 Purchase of Motor Vehicles	81,499,999.00	0.00	108,205,789.00	0.00
3110704 Purchase of Bicycles and Motorcycles	0.00	0.00	63,753,000.00	0.00
3110700 Purchase of Vehicles and Other Transport Equipment	81,499,999.00	0.00	171,958,789.00	0.00
3110801 Overhaul of Vehicles	1,696,125.60	0.00	1,936,590.00	0.00
3110800 Overhaul of Vehicles and Other Transport Equipment	1,696,125.60	0.00	1,936,590.00	0.00
3110902 Purchase of Household and Institutional Appliances	150,000.00	0.00	225,000.00	0.00
3110900 Purchase of Household Furniture and Institutional Equipment	150,000.00	0.00	225,000.00	0.00
3111001 Purchase of Office Furniture and Fittings	40,268,303.95	0.00	3,136,775.00	0.00
3111002 Purchase of Computers, Printers and other IT Equipment	91,315,774.00	0.00	71,789,598.00	0.00
3111005 Purchase of Photocopiers	0.00	0.00	36,724,136.40	0.00
3111009 Purchase of other Office Equipment	3,668,200.00	0.00	992,600.00	0.00
3111000 Purchase of Office Furniture and General Equipment	135,252,277.95	0.00	112,643,109.40	0.00
3111103 Purchase of Agricultural Machinery and Equipment	71,852,643.90	0.00	44,897,399.00	0.00
3111106 Purchase of Fire fighting Vehicles and Equipment	0.00	0.00	0.00	0.00
3111107 Purchase of Laboratory Equipment	28,176,723.95	0.00	29,479,999.00	0.00
3111109 Purchase of Educational Aids and Related Equipment	0.00	0.00	8,997,850.10	0.00
3111110 Purchase of Generators	0.00	0.00	0.00	0.00
3111111 Purchase of ICT Networking and Communication Equipment	1,682,500.00	0.00	2,714,000.00	0.00
3111112 Purchase of Software	0.00	0.00	10,635,701.00	0.00
3111100 Purchase of Specialised Plant, Equipment and Machinery	101,711,867.85	0.00	96,724,949.10	0.00
3111201 Overhaul of Plant, Machinery and Equipment	160,398.00	0.00	235,184.50	0.00
3111200 Rehabilitation and Renovation of Plant, Machinery and Equipment	160,398.00	0.00	235,184.50	0.00
3111301 Purchase of Certified Crop Seed	35,614,600.00	0.00	281,063,977.00	0.00
3111300 Purchase of Certified Seeds, Breeding Stock and Live Animals	35,614,600.00	0.00	281,063,977.00	0.00
3111401 Pre-feasibility, Feasibility and Appraisal Studies	236,526,506.70	0.00	314,983,884.80	0.00
3111499 Research, Feasibility Studies	167,004,394.40	0.00	106,713,960.00	0.00
3111400 Research, Feasibility Studies, Project Preparation and Design, Project Supervision	403,530,901.10	0.00	421,697,844.80	0.00
3111504 Other Infrastructure and Civil Works	752,819,314.20	0.00	102,011,180.05	0.00
3111500 Rehabilitation of Civil Works	752,819,314.20	0.00	102,011,180.05	0.00
3110000 Acquisition of Fixed Capital Assets	3,008,345,407.20	0.00	2,830,272,978.40	0.00
3120101 Maize and Beans	532,096,071.00	0.00	0.00	0.00
3120100 Acquisition of Strategic Stocks	532,096,071.00	0.00	0.00	0.00
3120000 Acquisition of Inventories, Stock and Commodities	532,096,071.00	0.00	0.00	0.00
3511001 Receipts from the Sale of Cultivated Assets (Livestock)	0.00	0.00	0.00	214,300,000.00
3511002 Receipt from the Sale of Cultivated Assets (Plants and Crops)	0.00	0.00	0.00	54,000,000.00
3511000 Receipts from Sale of Certified Seeds and Breeding Stock	0.00	0.00	0.00	268,300,000.00
3510000 Receipts from the Sale of Fixed Assets	0.00	0.00	0.00	268,300,000.00
3520304 Sale of Goods and Fees for Services	0.00	4,108,579,189.70	0.00	4,771,999,991.00
3520300 Receipts from the Sale of Inventories, Stocks and Commodities	0.00	4,108,579,189.70	0.00	4,771,999,991.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
352000 Receipts from Sales of Inventories	0.00	4,108,579,189.70	0.00	4,771,999,991.05
5120202 Borrowing from International Organizations	0.00	1,706,862,838.20	0.00	1,362,684,570.40
5120200 Foreign Borrowing-Direct Payments	0.00	1,706,862,838.20	0.00	1,362,684,570.40
5120000 Currency and Deposits, Accounts Payable, Clearing Transfers and Other Liabilities	0.00	1,706,862,838.20	0.00	1,362,684,570.40
6510329 EMERGENCY LOCUST RESPONSE PROGRAM (ELRP)	1,031,414,730.45	0.00	331,633,471.75	0.00
6510341 Maize Flour Subsidy	0.00	0.00	0.00	0.00
6510346 NATIONAL AGRICULTURAL VALUE CHAIN DEVELOPMENT PROJECT	134,385,386.00	0.00	0.00	0.00
6510300	1,165,800,116.45	0.00	331,633,471.75	0.00
6510000 Special Accounts	1,165,800,116.45	0.00	331,633,471.75	0.00
6530101 Ministry HQ Recurrent Bank A/C	139,038.60	0.00	21,265.30	0.00
6530100 Recurrent Bank Accounts	139,038.60	0.00	21,265.30	0.00
6530000 Recurrent Bank Accounts	139,038.60	0.00	21,265.30	0.00
6540101 Ministry HQ Development Bank A	18,479.90	0.00	18,889.00	0.00
6540119 Drought Resilience and Sustainable Land Project (DRSLP) GOK	9,133,354.60	0.00	5,689,521.20	0.00
6540100 Development Bank Accounts	9,151,834.50	0.00	5,708,410.20	0.00
6541113 Fertilizer Proceeds Account	0.00	0.00	0.00	0.00
6541118 Small Scale Irrigation and Value Addition Project (Loan)	8,823,068.35	0.00	76,741.35	0.00
6541119 Small Scale Irrigation and Value Addition Project (Grant)	3,659,787.45	0.00	93,867.70	0.00
6541131 Enable Youth Kenya Programme	607,916.30	0.00	18,088,946.25	0.00
6541100	13,090,772.10	0.00	18,259,555.30	0.00
6540000 Development Bank Accounts	22,242,606.60	0.00	23,967,965.50	0.00
6550101 Ministry HQ Deposit Bank A/C	70,979,436.60	0.00	1,271,964,914.30	0.00
6550100 Deposit Bank Accounts	70,979,436.60	0.00	1,271,964,914.30	0.00
6550000 Deposit Bank Account	70,979,436.60	0.00	1,271,964,914.30	0.00
6570101 Co-operative Bank of Kenya (He	1,300,348,454.65	0.00	3,702,287,711.65	0.00
6570100 Project Specific Bank Accounts	1,300,348,454.65	0.00	3,702,287,711.65	0.00
6570000 Project Specific Bank Accounts	1,300,348,454.65	0.00	3,702,287,711.65	0.00
6580101 Cash	265,375.70	0.00	2,094,207.40	0.00
6580104 Cash in Transit	0.00	0.00	0.00	0.00
6580100 Cash in Hand	265,375.70	0.00	2,094,207.40	0.00
6580000 Cash in Hand	265,375.70	0.00	2,094,207.40	0.00
6710103 Salary advance	0.00	0.00	0.00	0.00
6710100 Debtors & Advances - Employees	0.00	0.00	0.00	0.00
6710000 Domestic Debtors & Advances	0.00	0.00	0.00	0.00
6740101 Prepayment	0.00	0.00	0.00	0.00
6740102 R/D Cheques	0.00	0.00	0.00	0.00
6740100 Other Debtors & Pre-payments	0.00	0.00	0.00	0.00
6740000 Other Debtors & Pre-payments	0.00	0.00	0.00	0.00
6760103 Temporary Imprests	0.00	0.00	0.00	0.00
6760100 Imprests	0.00	0.00	0.00	0.00
6760000 Government Imprests	0.00	0.00	0.00	0.00
6780103 District Suspense A/c	0.00	0.00	0.00	0.00
6780100 Suspense & Clearance Account	0.00	0.00	0.00	0.00
6780000 Suspense & Clearance Account	0.00	0.00	0.00	0.00
6790102 Receiving Inventory A/C	0.00	0.00	0.00	0.00
6790100 Other Current System A/c's	0.00	0.00	0.00	0.00
6790000 Other Current Assets (System r	0.00	0.00	0.00	0.00
7310101 General Deposits	0.00	70,979,436.60	0.00	46,231,165.25
7310100 General Deposits Items	0.00	70,979,436.60	0.00	46,231,165.25
7310000 Deposits	0.00	70,979,436.60	0.00	46,231,165.25
7320101 PAYE	0.00	0.00	0.00	0.00
7320102 NHIF	0.00	0.00	0.00	0.00
7320103 House Rent	0.00	0.00	0.00	0.00
7320106 NSSF	0.00	0.00	0.00	0.00
7320107 Co-operatives	0.00	0.00	0.00	0.00
7320108 Insurances	0.00	0.00	0.00	0.00
7320109 Hire Purchases	0.00	0.00	0.00	0.00
7320111 WCPS	0.00	0.00	0.00	0.00
7320112 Staff Welfare Associations	0.00	0.00	0.00	0.00
7320113 HELB Deductions	0.00	0.00	0.00	0.00
7320114 Union Dues	0.00	0.00	0.00	0.00
7320115 Save As You Earn (SAYE)	0.00	0.00	0.00	0.00
7320116 Mortgages / Bank Loans	0.00	0.00	0.00	0.00
7320117 Govt. Liability Attachments	0.00	0.00	0.00	0.00
7320120 Staff Contribution	0.00	0.00	0.00	0.00
7320123 Civil Service Housing Fund	0.00	0.00	0.00	0.00
7320124 3% Commission on Deductions	0.00	0.00	0.00	0.00
7320126 Employee Contribution to PSSS	0.00	0.00	0.00	0.00
7320199 Salary Control Account	0.00	0.00	0.30	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
7320100 Salary Deductions	0.00	0.00	0.30	0.00
7320201 Contractors Retention Money	0.00	0.00	0.00	0.00
7320200 Other General Liabilities	0.00	0.00	0.00	0.00
7320000 Other Liabilities	0.00	0.00	0.30	0.00
7380101 General Withholding Tax	0.00	0.00	0.00	0.00
7380102 VAT Withholding	0.00	0.00	0.00	0.00
7380100	0.00	0.00	0.00	0.00
7380000 Withholding Taxes	0.00	0.00	0.00	0.00
7390101 Inventory AP Accrual	0.00	0.00	0.00	0.00
7390103 AP Liabilities	0.00	0.00	0.00	0.00
7390100 System Required Liabilities	0.00	0.00	0.00	0.00
7399999 Cash Clearing A/c	0.00	0.00	0.00	0.00
7399900	0.00	0.00	0.00	0.00
7390000 System Required Liabilities A/c's	0.00	0.00	0.00	0.00
9910101 Provision for Encumbrance	0.00	0.00	0.00	0.00
9910100 General Provisions	0.00	0.00	0.00	0.00
9910201 Exchequer Releases/ Provisioning Account	0.00	115,433,693,831.90	0.00	77,337,083,938.75
9910209 Remittances to Exchequer Miscellaneous Revenue	806,911,213.50	0.00	0.00	418,862,690.80
9910200 Exchequer Provisions	806,911,213.50	115,433,693,831.90	0.00	77,755,946,629.55
9910401 Banks- Prior Year Adjustments	0.00	0.00	0.00	0.00
9910403 Receivables- Prior Year Adjustments	0.00	0.00	0.00	0.00
9910400 Prior Year Adjustments	0.00	0.00	0.00	0.00
9910000 Provisions	806,911,213.50	115,433,693,831.90	0.00	77,755,946,629.55
9990101 Opening Balance Bank	0.00	11,718,462,676.00	0.00	11,718,462,676.00
9990100 Opening Balance Bank	0.00	11,718,462,676.00	0.00	11,718,462,676.00
9990201 Opening Balance Cash	0.00	260,221.00	0.00	260,221.00
9990200 Opening Balance Cash	0.00	260,221.00	0.00	260,221.00
9990301 Opening Balance Receivables - Imprest and Clearance Accounts	0.00	1,740,938.00	0.00	1,740,938.00
9990300 Opening Balance Receivables - Imprest and Clearance Accounts	0.00	1,740,938.00	0.00	1,740,938.00
9990401 Opening Balance - Deposits	10,002,601,888.00	0.00	10,002,601,888.00	0.00
9990400 Opening Balance - Deposits	10,002,601,888.00	0.00	10,002,601,888.00	0.00
9999999 Consolidated Fund	74,188,070,205.60	0.00	42,987,267,728.20	0.00
9999900	74,188,070,205.60	0.00	42,987,267,728.20	0.00
9990000 Opening Balance Reserves	84,190,672,093.60	11,720,463,835.00	52,989,869,616.20	11,720,463,835.00
Total	134,250,551,246.40	134,250,551,246.40	96,537,594,392.40	96,537,594,392.40

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____ Date: _____
Reviewed By: _____ Date: _____
Approved By: _____ Date: _____