

REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 18 FEB 2026	DAY: Wednesday
TABLED BY: Hon. Owen Baya, CBS	Deputy Leader of Majority Party
CLERK-AT THE-TABLE: Irene Nduku	

THE AUDITOR-GENERAL

ON

**EASTERN AFRICA REGIONAL TRANSPORT,
TRADE AND DEVELOPMENT FACILITATION
PROJECT IDA CREDIT NO.5638-KE**

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

**INFORMATION AND COMMUNICATIONS
TECHNOLOGY AUTHORITY**

Revised 30th June 2025



**PROJECT NAME: EASTERN AFRICA REGIONAL TRANSPORT, TRADE AND
DEVELOPMENT FACILITATION PROJECT**

IMPLEMENTING ENTITY: ICT AUTHORITY

PROJECT GRANT/CREDIT NUMBER: IDA CREDIT NO.: 5638-KE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2025

Transitional IPSAS Financial Statements

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1. Acronyms and Definition of Terms

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
CT	County Treasury
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.
EARTTDFP	Eastern Africa Regional Transport, Trade and Development Facilitation Project
CEO	Chief Executive Officer
WVAT	With-Holding Value Added Tax
WHT	With-Holding Tax
VAT	Value Added Tax
ICTA	The Information Communication & Technology Authority
ISP	Internet Service Providers
FTTX	Fiber To The Home (X represents Home)

2. Project Information and Overall Performance

2.1 Name and registered office

Name

The project's official name is Eastern Africa Regional Transport, Trade and Development Facilitation Project

Objective

The key objective of the project is:

- (i) Contribute to extend the geographic reach of broadband networks including enhanced international connectivity for both South Sudan and Kenya, and
- (ii) Contribute to improved delivery of public services.

Address

The project is implemented by the ICT Authority whose headquarter offices are in Nairobi, Kenya. The address of its registered office is:

Telposta Towers, 12th Floor
Kenyatta Avenue
P. o Box 27150-00100
Tel: +254-20-2089061
Nairobi, Kenya
Email: communications@ict.go.ke
Website: www.icta.go.ke

The ICT Authority has regional offices in all counties.

Contacts: The following are the contacts of the Authority

P.O Box 27150-00100
Tel: +254-20-2089061
Nairobi, Kenya
Email: communications@ict.go.ke
Website: www.icta.go.ke

Project Location

The project involved laying and installation of backbone Fibre Optic Cable between Eldoret (Uasin Gishu County) and Nadapal (Turkana County) in the North Western Region of Kenya. Last mile sites were extended to institutions along the route



Project information and overall performance (continued)

2.2 Project Information

Project Start Date:	16.11.2015
Project End Date:	30.06.2025
Project Coordinator:	Mr. Thomas Odhiambo
Project Development Partner:	International Development Association, World Bank

2.3 Project Overview

Line Ministry/State Department of the project:	The project is under the supervision of the Ministry of Information Communications & Digital Economy- State Department for ICT & Digital Economy.
Project/ Credit Number:	IDA- P148853 Credit No. 56380- KE
Strategic goals of the project:	The strategic goals of the project are as follows: <ol style="list-style-type: none"> 1- Contribute to extend the geographic reach of broadband networks including enhanced international connectivity for both South Sudan and Kenya, and 2- Contribute to improved delivery of public services.
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: <ol style="list-style-type: none"> 1- Construction of approximately 600Km of high-capacity fiber optic cable and associated ductwork to be laid alongside the road from Eldoret to Nadapal-Nakodok; 2- Fiber spurs and rings to connect schools, hospitals, other strategic locations including pastoralist road side markets, export processing zones, rest stops, community centers and service centers along the corridor in the project area as part of integrated infrastructure development and smart roads network.
Other important background information of the project	The project: <ul style="list-style-type: none"> ▪ This project is being executed under the South Sudan - East Africa Regional Transport, Trade and Development Facilitation (SS-EARTTDF) Program which is aimed at enhancing regional connectivity

	of South Sudan with its Eastern Africa neighbouring countries and improving access to the Mombasa Sea port.
Areas that the project was formed to intervene	The project was formed to intervene in the following gaps: <ul style="list-style-type: none">▪ Support Kenya's economic development strategy and address the mounting pressures to enhance connectivity of the northern parts of the country and South Sudan to the rest of the Country and more so to the Port of Mombasa.
Project duration	9 years (the project started on November 16, 2015 and is expected to run until December 29, 2024)

2.4 Bankers

The following are the bankers for the project:

Kenya Commercial Bank
Kencom House, Moi Avenue,
P.O. Box 48400-00100,
Nairobi, Kenya

2.5 Independent Auditor

The project is audited by the Office of the Auditor General.

The Office of the Auditor General
Anniversary Towers, Monrovia Street
P.O. Box 30084-00100
Nairobi, Kenya

Project Information and Overall Performance (Continued)

2.6 Roles and Responsibilities

The different people who worked on the project during the period under review on the project include:

No.	Names	Title designation	Key qualification	Responsibilities
1	Stanley Kamanguya, OGW	Chief Executive Officer	Master of Business Administration; Bachelor's Degree in Computer Science	Signatory to subsidiary agreement with The National Treasury, CEO
2	Thomas Bwaley	Director Programmes & Standards	Master of Business Administration in Strategic Management and Bachelor of Science in Electrical and Electronics Engineering	Director Programs & Standards, Team leader
3	Thomas Odhiambo	Deputy Director, Programmes & Standards	MSc Information Systems experience in project implementation	Team Leader and Project Manager
4	Rev. Dr. Oliver Pyoko	Deputy Director Finance & Accounts	CPA (K)	Accounting Specialist
5	Sostanis Okoth	Deputy Director, Supply Chain	MSc Procurement & Logistics; Bachelor of Arts Economics & Business Studies, KISM	Procurement Specialist
6	Elijah Cheruiyot	Engineer Networks	BSc ICT Certifications	Technical Lead
7	Brian Kariuki	Senior Programmes Officer	BSc Electrical Engineering	Project Team Member
8	Charles Simiyu	Senior Programmes Officer	BSc Project Management	Project Support

2.7 Funding summary

The Project is for duration of 9 years from 2015 to 2024 with an approved budget of US\$ 25.500 million equivalent to KShs 2.575 billion as highlighted in the table below:

*Eastern Africa Regional Transport, Trade and Development Facilitation Project
Annual Report and Financial Statements for the financial year ended June 30, 2025*

Project information and overall performance (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Development Partner Commitment		Amount received to date - (30 th June 2025)		Undrawn balance to date	
	Development Partner currency (USD) (A)	KShs (A')	Development Partner currency (USD) (B)	KShs (B')	Development Partner currency (USD) (A)-(B)	KShs (A') - (B')
(i) Grant						
World Bank	25,500,000	2,575,755,000	22,378,527	2,776,943,763	3,121,473	(201,188,763)
(ii) Counterpart funds						
Government of Kenya	-	404,040,000	-	105,000,000	-	299,040,000
Total	25,500,000	2,979,795,000	22,378,527	2,881,943,763	3,121,473	97,851,237

Note: the undrawn balance has a negative figure due to fluctuations in the exchange rates used to calculate the donor commitment at the onset of the project and the rates use when submitting the funds.

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date - (30 th June 2025)		Cumulative amount paid to date - (30 th June 2025)		Unutilized balance to date (30 th June 2025)	
	Development Partner currency	KShs	Development Partner currency	KShs	Development Partner currency	KShs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Grant						
World Bank (IDA)	22,378,527	2,776,943,763	22,378,527	2,776,943,763	0	0
(ii) Counterpart funds						
Government of Kenya	0	105,000,000	0	103,188,040	0	1,811,960
Total	22,378,527	2,881,943,763	22,378,527	2,880,131,803	0	1,811,960

Project information and overall performance (continued)

2.8 Summary of Overall Project Performance:

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

The budget for the 2024/25 FY was KShs nil, the expenditure of KShs 949,468 was to clear the outstanding taxes brought forward. The budget for counterpart was KShs 7.9 million which was balance brought forward from the previous year, actual expenditure. the over-expenditure in the counterpart was funded from brought forward funds from 2022/23 FY of KShs 11 million. The below table summarises the current and cumulative to date:

	FY 2024-2025			CUMULATIVE TO DATE	
	BUDGET	INCOME	EXPENDITURE	INCOME	EXPENDITURE
EARTTDFP PROJECT	-	-	949,468	2,776,943,763	2,770,611,603
EARTTDFP COUNTERPART	7,991,980	-	6,180,020	105,000,000	103,188,040
TOTALS	7,991,980	-	7,129,488	2,881,943,763	2,873,799,643

- (ii) *Physical progress based on outputs and outcomes since project commencement:* Backbone and spurs installation completed- Eldoret to Nadapal
- Installation of 9 core sites with integrated power solutions (Eldoret CC, Kitale CC, Kapenguria CC, Kainuk, Lokichar, Lodwar, Kakuma, AIC Lokichogio Primary, Nadapal
 - Installation of 14 aggregation sites (Grid, Solar and Wind power)
 - Civil works- Eldoret to Nadapal
 - Blowing of OFC- 730 Km
- a) 200 Subscribers sites installed along the corridor.
- Schools
 - Government institutions
 - Hospitals/dispensaries
 - Public Wi-Fi at selected market places

Project information and overall performance (continued)

b) Nairobi-Eldoret upgrade (Expansion scope)

The expansion scope covered Nairobi to Nairobi, Westlands-Rironi section, Naivasha, Nakuru, Eldama Ravine, Chepkorio which included civil works, OFC blowing and equipment upgrade.

Impact of the project - Internet connectivity

With the installation of a new fibre cable from Eldoret to Nadapal high speed internet has been realized with new ISPs providing home and enterprise connectivity at competitive rates and delivering better user experience with faster internet speeds compared to prior to project completion

- The Number of Internet service providers has increased in the corridor and especially Lodwar now prides itself of FTTX presence.
- The service quality has improved as providers have moved from microwave to fibre links
- Stable and reliable internet with significant drop in internet cost
- Greatly Improved communication services (quality of service) on mobile networks, this includes reduced call drop rates and enhanced video streaming capability
- Improved government services delivery after installation of new cable.
- Increasing levels of digital literacy skills in along West Pokot -Turkana Counties.
- Additional providers have taken up capacity from ICTA on the 96-core fibre from Eldoret to Nadapal (Safaricom and Telkom) and additional requests are being processed.
- Improved learning experience to teachers and learners as more information and learning materials can be accessed online.
- Some institutions while providing power to the ICT equipment have been connected Solar power giving them a 24hr availability and fridges for vaccines in health institutions.

Project information and overall performance (continued)

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

FY	Actual Received	Expenditure	Absorption rate
2016/2017	76,595,883	17,477,950	23%
2017/2018	-	40,927,785	100%
2018/2019	125,558,385	124,499,336	99%
2019/2020	123,676,921	131,421,321	106%
2020/2021	398,668,366	349,025,082	87%
2021/2022	432,594,172	370,039,714	86%
2022/2023	299,973,944	421,091,968	140%
2023/2024	1,319,876,092	1,315,178,979	99.64%
2024/2025	0	949,468	100%
Totals	2,776,943,763	2,770,611,603	100%

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

Challenges

- **Crime and insecurity** - There were some insecurity incidences experienced earlier during this project roll out. The incidents were mainly around the Kainuk area which caused some delays in the project implementation as teams could not access the sites.
- **Extreme weather**- The project area experienced heavy rainfall leading to landslides and flooding. This led to closure of some roads limiting movement of project teams and materials along the corridor.

Recommendations

- Budgetary allocation should be sufficient.
- The Government should allow for direct payment to contractors to speed up absorption and cut-out the tedious red tape in fund disbursements.

2.9 Summary of Project Compliance:

All project requirements have been complied with.

3. Statement of Performance against Project's Predetermined Objectives

Introduction

Section 81(2)(f) of the Public Finance Management Act, 2012, requires that the Accounting Officer include a statement of the national government entity's performance against predetermined objectives at the end of each financial year.

The key development objectives of the *Eastern Africa Regional Transport, Trade and Development Facilitation Project* are to:

The EARTTDFP Optic Fibre Cable (OFC) Network Project will contribute towards the extension of the geographic reach of Optic Fibre Cable Network in order to improve service delivery (for both public and private sector services) in the North-Western part of Kenya. The expected outcomes are as follows:

- Increased traffic volume of international (to South Sudan) and national (to North Western Kenya);
- Lower Internet service costs and improve internet speeds along the corridor;
- Availability of Government E-Services (Operational Huduma Centres) along the development corridor (with the installation of Optic Fibre Cable the North Western part of Kenya will have access to better connectivity which will have the ability to provide online services);
- Increased employment and income generation in ICT sector along the development corridor (increase in the number of individuals/business engaged in information technology or technology enabled services);
- Strengthened policy and regulatory framework to support increased competitiveness and realization of an Integrated Infrastructure Development approach leading to decreased ICT costs and improved ICT services

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.

*Eastern Africa Regional Transport, Trade and Development Facilitation Project
Annual Report and Financial Statements for the financial year ended June 30, 2025*

Below, we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Eastern Africa Regional Transport, Trade and Development Facilitation Project	Rehabilitation of the existing Fibre Optic Cable	Increase internet connectivity and reliability of Uasin Gishu, Trans Nzoia West Pokot and Turkana counties.	100% Eldoret <> Lodwar link is completed. Lodwar <> Nadapal Wireless Link is completed	<ul style="list-style-type: none"> In FY 19/20 the rehabilitation of 24-core fiber from Eldoret to Lodwar was completed and operationalized.
	<p>Installation of 144 -core fibre cable from Eldoret to Nadapal /Nakodok</p> <p>Installation of 193 last mile sites along Eldoret to Nadapal-Nakodok</p>	Increased internet connectivity and reliability of Uasin Gishu, Trans Nzoia, West Pokot and Turkana counties	<p>100% Main backbone Eldoret <> Nadapal link completed and operational.</p> <p>Fibre Optic cross-border point between South Sudan and Kenya</p>	<ul style="list-style-type: none"> Construction of a wireless link Lodwar to Nadapal/Nakodok was completed and operationalized In FY 22 to 25, installation of main back bone - Eldoret to Nadapal-Nakodok was completed. Installation of 193 last mile sites was completed.

4. Environmental and Sustainability Reporting

The key objective of the project is to contribute to extend the geographic reach of broadband networks including enhanced international connectivity for both South Sudan and Kenya, thereby contributing to improved delivery of public services.

1. Sustainability strategy and profile

The top management especially the accounting officer always makes reference to sustainable efforts, broad trends in political and macroeconomic affecting sustainability priorities, reference to international best practices and key achievements and failure.

2. Environmental performance

E-waste Kenya Project: towards a sustainable digital green economy and employment creation

The increasing rate of technology advancement has resulted in the proliferation of electronic devices and appliances that have a limited lifespan. As a result, e-waste has become a major environmental concern due to the hazardous materials contained in these devices and the improper disposal of these materials.

In view of the above, The Authority has established an e-waste management facility to support the government manage issues arising out of implementation of the digital economy initiatives across the government as well as the Country. The initiative is expected to Spur economic growth through creation of 1 million indirect and direct employment opportunities through SMEs growth and distribution refurbished devices to citizens centres to assist in training digital skills to the rural communities in markets, villages, wards, and constituencies.

3. Employee welfare

The Human Resource Policy and procedure manual guides our hiring process considering the gender ratio. The manual is improved after every three (3) years or as need arises in order to address emerging issues. The amendments are done by the Board of Directors with the advice of the CEO.

The Authority has a training policy and a committee in place that evaluates the training projections from every employee and the budget allocated for trainings in order to ensure that every employee has attended a training not less than 5 days per financial year. The employees attend trainings that are in line with the jobs to improve on their knowledge and skills.

The Occupational Safety and Health Policy is in draft.

4. Marketplace practices-

- a) **Responsible Supply chain and supplier relations-**
ICTA ensures fair competition practices in procurement of goods and services. The Authority ensures that it deals responsibly, openly and fairly with suppliers by ensuring that they use local suppliers as much as possible and that will endeavor to pay them on time. The Authority will continue to forge public private partnership when undertaking the activities in order to ensure we make a significant positive difference in the society.

- b) **Responsible ethical practices**
The project ensures that all parties involved do not engage in any corruption activities; the Authority is neutral in political matters and engages all stakeholders in a politically responsible manner including public participation.

- c) **Regulatory impact assessment**
The Authority while implementing the project ensured to that the citizen and stakeholder's rights were safeguarded by involving, listening and educating and sensitizing them about the project and its benefits and impacts.

5. Community Engagements

This is about how ICTA takes account of its economic, social and environmental impact in the way it operates as a public organization. By demonstrating our commitment to corporate social responsibility (CSR), we aim to align our values, purpose and strategy with the needs of our employees, Local community and society at large, while embedding such responsible and ethical principles into everything we do.

5. Statement of Project Management Responsibilities

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

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

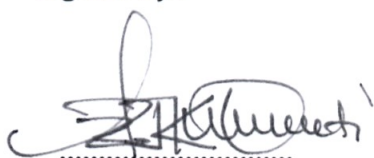
The Chief Executive Officer for ICTA and the Project Coordinator for EARTTDFP accept responsibility for the Project's financial statements, which have been prepared on the accrual basis method of financial reporting, using appropriate accounting policies in accordance with International Public Sector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

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

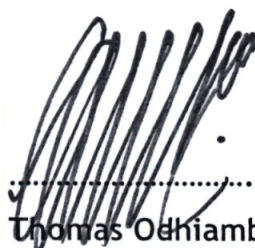
The Chief Executive Officer for ICTA and the Project Coordinator for EARTTDFP confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants and that Project funds received during the financial year under audit were used for the eligible 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 Chief Executive Officer for ICT Authority and the Project Coordinator for EARTTDFP on August 26, 2025 and signed by:



Zilpher Owiti, OGW
Ag. Chief Executive Officer



Thomas Odhiambo
Project Coordinator

REPUBLIC OF KENYA



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

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

REPORT OF THE AUDITOR-GENERAL ON EASTERN AFRICA REGIONAL TRANSPORT, TRADE AND DEVELOPMENT FACILITATION PROJECT IDA CREDIT NO.5638-KE FOR THE YEAR ENDED 30 JUNE, 2025 – INFORMATION AND COMMUNICATIONS TECHNOLOGY AUTHORITY

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for specific issues, the financial statements present a true and fair view in accordance with the applicable financial reporting framework. The Report on the Financial Statements should be read together with the report on the Lawfulness and Effectiveness in the Use of Public Resources, and the report on the Effectiveness of Internal Controls, Risk Management and Governance.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Eastern Africa Regional Transport, Trade and Development Facilitation Project-IDA Credit No. 5638-KE - Information and Communications Technology Authority (ICTA) set out on pages

Report of the Auditor-General on Eastern Africa Regional Transport, Trade and Development Facilitation Project IDA Credit No.5638-KE for the year ended 30 June, 2025 – Information and Communication Technology Authority

1 to 45, which comprise of the statement of financial position as at 30 June, 2025, statement of financial performance, statement of changes in net assets, statement of cashflow and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Eastern Africa Regional Transport, Trade and Development Facilitation Project IDA Credit No. 5638-KE - ICTA as at 30 June, 2025, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Financing Agreement, Credit No. 5638 - KE dated 20 July, 2015 between International Development Association (IDA) and the Republic of Kenya and the Public Finance Management Act, 2012.

In addition, the special account statement present fairly, the special account transactions and the ending balance has been reconciled with the books of account.

Basis for Qualified Opinion

Unsupported Cash and Cash Equivalents

The statement of financial position reflects cash and cash equivalents balance of Kshs.1,811,960 which relates to Government of Kenya (GoK) counterpart funds held in a bank account operated by ICT Authority as disclosed under Note 11 to the financial statement. However, review of the account's bank statement revealed that the account had a balance of Kshs.36,441,185 as at 30 June, 2025 which included funds from other activities which were not related to the project.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.1,811,960 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Eastern Africa Regional Transport, Trade and Development Facilitation Project IDA Credit No. 5638-KE - ICTA Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final carry over from previous period budget and actual on a comparable basis of Kshs.7,991,980 and

Kshs.7,991,980 respectively. Similarly, the Project spent Kshs.7,129,488 against actual carry overs from previous period budget of Kshs.7,991,980 resulting to an under-utilization of Kshs.862,492 or 11% of the carry overs from previous period budget.

The under-utilization affected the planned activities and may have impacted negatively on delivery of services to the public.

2. Amount Withdrawn but not Claimed

Part B of the statement of special (designated) account for the Project reflects USD.3,902,679.82 (Kshs.507,348,377) as amounts withdrawn and not claimed as at 30 June, 2025. This amount represents cumulative funds transferred to the local project account, but whose expenditure returns had not been submitted to The National Treasury by the close of the financial year.

My opinion is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effects of the matter described in the Basis for Qualified Opinion section, I have determined that there were no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Issues

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance as listed in attached **Appendix I**. However, the issues remained unresolved as at 30 June, 2025.

Other Information

Management is responsible for the Other Information set out on page iii to xix which comprise of Project Information and Overall Performance, Statement of Performance Against Project's Predetermined Objectives, Environmental and Sustainability Reporting and Statement of Project Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Project's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this Other Information and I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Report 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. Underutilization of Wireless Solution and Aggregation Sites

As previously reported, the ICT Authority signed a co-location service for wireless solution for the project on 24 May, 2023 for a duration of one (1) year between the Authority and a service provider. However, audit verification revealed that the contract expired on 23 May, 2024 . Management confirmed that the wireless co-location services between Eldoret and Nadapal were not operating. In addition, the wireless connection envisaged to provide redundancy when the fibre network is down had not been configured to connect automatically leading to clients' connectivity downtimes.

Further as previously reported, it was noted that the supply, installation, testing, commissioning, training, warranty and maintenance of two (2) optical fiber networks (Backbone and Access) along the Eldoret - Nadapal/Nakodok road had fourteen (14) aggregation sites, with each site having two hundred and eighty-eight (288) optical data frames totalling four thousand and thirty-two (4,032) optical data frames to connect the last miles. However, audit verification revealed that only one hundred and ninety-three (193) connections had been done representing 4.8% sites.

In the circumstances, the effectiveness in use of public resources on the project could not be confirmed.

2. Failure to Execute and Achieve the Project's Objectives

As previously reported, the objectives of the project included supplying, installation, testing, commissioning, training, warranty and maintenance of two (2) optical fiber networks (Backbone and Access) along the Eldoret - Nadapal - Nakodok road. The project was to be implemented at a contract price of USD.6,791,104.91 (equivalent to Kshs.354,488,351). The contract commenced on 1 July, 2020 and was to take a period of eighteen (18) months and, therefore, was expected to end on 31 December, 2021. A review of the project's documents revealed that the contract price was adjusted on 7 June, 2021 through contract addendum 1 to USD.6,949,914.85 (equivalent to Kshs.378,117,131). Further, on 14 January, 2022 the contract period was extended

through contract addendum 2 for a period of twenty-four (24) months to 31 December, 2023.

However, the project failed to complete as scheduled resulting to another price adjustment to USD.8,957,605.87 (equivalent to Kshs.527,458,051) through contract addendum 3 dated 2 February, 2023. Despite the price adjustment, the works were still not completed as scheduled, and a further extension was sought which was made through addendum 4 with price adjustment of USD.2,898,998.70 (or approximately Kshs.375,652,251.55). The work was finally certified complete on 28 August, 2024, thirty-two (32) months after the original scheduled completion date.

A physical verification of the project revealed that the fibre connection reached Nadapal which is eleven (11) kilometers away from Nakodok which was the planned final destination.

It's, therefore, evident that the project's objective of commercializing the internet up to the neighboring country of South Sudan has not been achieved despite several contract period extensions and several price variations.

In the circumstances, the value for money utilized in the project could not be confirmed.

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

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

Conclusion

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

Basis for Conclusion

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Conclusion

As required by the Financing Agreement – Credit Number 5638-KE between the Republic of Kenya and International Development Association (IDA) and the financing agreement, I report based on my audit that:

- i) I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii) Adequate records have been kept by the Project, so far as appears from the examination of those records; and,
- iii) The Project's financial statements are in agreement with the accounting records and returns.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The Standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

31 October, 2025

Appendix I: Unresolved Prior Year Matters

No.	Observation
	Report on the Financial Statements
	Unsupported Cash and Cash Equivalents
	Emphasis of Matter
	Budgetary Control and Performance
	Report on Lawfulness and Effectiveness in Use of Public Resources
1.	Underutilization for Wireless Solution
2.	Underutilization of the Aggregation Sites
3.	Implementation of New Subscribed Sites not on Original Targets
4.	Failure to Execute the Project's Objectives
	Report on Effectiveness of Internal Controls, Risk Management and Governance
	Contingent Liabilities

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

	Notes	FY 2024-2025 KShs
Revenue		
Revenue Transfers	6	-
Total revenue		-
Expenses		
Consultancy Services	7	75,728
Use of goods and services	8	334,595
Rehabilitation Costs/Main Build	9	539,146
GOK Counterpart Expenses	10	6,180,020
Total expenses		7,129,488
Surplus/ (deficit)		(7,129,488)

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



Zilpher Owiti, OGW
Ag. Chief Executive Officer



Thomas Odhiambo
Project Coordinator



Rev. Dr. Oliver Pyoko
Project Accountant
ICPAK M. No: 12558

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

	Note	FY 2024/2025 KShs	1st July 2024 KShs
Assets			
Current Assets			
Cash and Cash equivalents	11	1,811,960	14,963,210
Receivables	12	-	310,400
Total Current Assets		1,811,960	15,273,610
Non-Current Assets			
Property, Plant and Equipment		-	-
Intangible Assets		-	-
Total Non- Current Assets		-	-
Total Assets (a)		1,811,960	15,273,610
Liabilities			
Current Liabilities			
Trade and Other Payables		-	-
Total Current Liabilities		-	-
Total Liabilities (b)		-	-
Net Assets (a-b)		1,811,960	15,273,610
Represented By:			
Accumulated Surplus	13	1,811,960	15,273,610
Total Net Assets		1,811,960	15,273,610

The financial statements were approved on August 26, 2025 and signed by:

Zilpher Owiti, OGW
Ag. Chief Executive Officer

Thomas Odhiambo
Project Coordinator

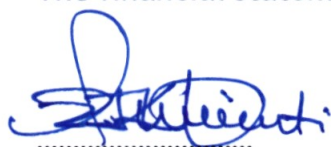
Rev. Dr. Oliver Pyoko
Project Accountant
ICPAK M. No: 12558

9. Statement of Changes in Net Assets

Description	Accumulated Surplus
	KShs
As at 30th June 2024 (Cash Basis)	15,273,610
Adjustments:	
Asset Recognition	-
Liabilities recognition	-
As at 1st July 2024	15,273,610
Prior Year Adjustment	(6,332,162)
Surplus/(Deficit) for the year	(7,129,488)
As at 30th June 2025	1,811,960

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

The financial statements were approved on August 26, 2025 and signed by:



.....
Zilpher Owiti, OGW
Ag. Chief Executive Officer



.....
Thomas Ochiambo
Project Coordinator



.....
Rev. Dr. Oliver Pyoko
Project Accountant
ICPAK M. No: 12558

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

Description	Note	FY 2024/2025 KShs
Cashflow from operating activities		
Receipts		
Revenue Transfers	6	-
Total receipts		-
Payments		
Consultancy Services	7	75,728
Use of goods and services	8	24,195
Rehabilitation Costs/Main Build	9	539,146
GOK Counterpart Expenses	10	6,180,020
Total payments		6,819,088
Net cash flow from operating activities	14	(6,819,088)
Cashflow from investing activities		
Acquisition of non-financial assets		-
Proceeds from sale of Assets		-
Acquisition of Intangible assets		-
Net cash flows from investing activities		-
Cash flow from financing activities		
<i>Refund to world bank</i>	13.A	(6,332,162)
Net cash flow from financing activities		(6,332,162)
Net increase/Decrease in cash and cash equivalents		(13,151,250)
Cash and cash equivalent at 1st July 2024	11	14,963,210
Cash and cash equivalent at end June 2025	11	1,811,960

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

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	KShs	KShs	KShs	KShs	KShs	
Budget Carry Overs from previous period	7,991,980	-	7,991,980	7,991,980	-	100%
Receipts						
Revenue Transfers	-	-	-	-	-	0%
Total Revenue	7,991,980	-	7,991,980	7,991,980	-	100%
Payments						
Consultancy Services	-	-	-	75,728	(75,728)	0%
Use of goods and services	-	-	-	334,595	(334,595)	0%
Rehabilitation Costs/Main Build	-	-	-	539,146	(539,146)	0%
GOK Counterpart Expenses	7,991,980	-	7,991,980	6,180,020	1,811,960	77%
Total Payments	7,991,980	-	7,991,980	7,129,488	862,492	0%
Surplus	-	-	-	862,492	(862,492)	

Budget notes

1. Provide a commentary on significant underutilization (below 90% of utilization) and any overutilization (IPSAS 24.14)

- For Consultancies, use of goods and services and rehabilitation costs relate to taxes that crossed over to the current financial year.
- GOK counterpart expenses are post closure expenses to finalize and close the project

2. Changes between the original and final budget, was due to the availability of funds for the project.

3. Budget Reconciliation

	Description of Particulars	Amount in KShs
	Actual Surplus Amounts as per the statement of Budget	862,492
1	Project Expenses	949,468
	Closing Cash and Cash Equivalent as per the statement of Cash flows	1,811,960

12. Notes to the Financial Statements

1. General Information

The information and communications Technology Authority was established in August 2013 by merging the Government Information Technology Service (GITS), The Kenya ICT Board, and E-Government services in line with the Executive Order No.2 of 2013 on the Reorganization of Government, under Legal Notice No. 183 of 2013. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya.

The Authority's principal activity is to rationalize and streamline the management of all Government of Kenya ICT functions. Its broad mandate entails enforcing ICT Standards in Government and enhancing the supervision of its electronic communication. The Authority also promotes ICT literacy, capacity, innovation and enterprise in line with the Kenya National ICT Masterplan 2017 and the Kenya National Digital Master Plan (2022-32).

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with the Public Finance Management Act, 2012 and with the International Public Sector Accounting Standards (IPSAS).

These financial statements were authorized for issue by the accounting officer on August 26, 2025.

Notes to the financial statements (continued)

3. Adoption of New and Revised Standards

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

Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p><i>The standard has no impact in the Authority.</i></p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p><i>The standard has no impact in the Authority</i></p>
IPSAS 45- Property Plant and Equipment	<p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that</p>

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Standard	Effective date and impact:
	<p>satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>The standard has an impact in the Authority. The infrastructure assets will be compiled and reported Under IPSAS 33.</i></p>
<p>IPSAS 46 Measurement</p>	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS; iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>The standard has no impact in the Authority.</i></p>

Notes to the financial statements (continued)

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

Standard	Effective date and impact:
IPSAS 47- Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non-exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>The standard has no impact in the Authority.</i></p>
IPSAS 48- Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p><i>The standard has no impact in the Authority.</i></p>
IPSAS 49- Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p>

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Standard	Effective date and impact:
	<i>The standard has no impact in the Authority.</i>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ul style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <p><i>The standard has no impact in the Authority.</i></p>

iii) Early adoption of standards

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

Notes to the financial statements (continued)

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Interest income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

Notes to the financial statements (continued)

b) Budget information

The original budget for FY 2024/2025 was approved by the Board on August 22, 2024. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals to conclude the final budget. The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page 5 under section 11 of these financial statements.

c) Property, plant and equipment

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

Notes to the financial statements (continued)

d) Leases

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

e) Intangible assets

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

Notes to the financial statements (continued)

f) Research and development costs

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

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

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

g) Financial instruments

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

Notes to the financial statements (continued)

Financial assets

Classification

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

Subsequent measurement

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

Amortized cost

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

Notes to the financial statements (continued)

Fair value through net assets/ equity

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

Fair value through surplus or deficit

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

Trade and other receivables

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year-end.

Impairment

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

Financial liabilities

Classification

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

Notes to the financial statements (continued)

h) Inventories

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

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

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

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

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

i) Provisions

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

Notes to the financial statements (continued)

Contingent liabilities

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

Contingent assets

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

j) Nature and purpose of reserves

The Authority creates and maintains reserves in terms of specific requirements. In the financial year under review, the Authority did not maintain any reserve.

k) Changes in accounting policies and estimates

The Authority recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

l) Employee benefits

Retirement benefit plans

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

Notes to the financial statements (continued)

m) Foreign currency transactions

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

n) Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment.

Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

o) Related parties

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

p) Service concession arrangements

The Authority analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the Authority recognizes that asset when, and only when, it controls or regulates the services. The operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise - any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the Authority also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

Notes to the financial statements (continued)

q) Cash and cash equivalents

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

r) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2025.

Notes to the financial statements (continued)

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Authority based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Authority. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

- The condition of the asset based on the assessment of experts employed by the Authority
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- The nature of the processes in which the asset is deployed.
- Availability of funding to replace the asset.
- Changes in the market in relation to the asset

Notes to the financial statements (continued)

Provisions

Provisions were raised and management determined an estimate based on the information available.

Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

Notes to the financial statements (continued)

6. Revenue Transfers

Description	FY 2024/2025 KShs
Unconditional Transfers	
GoK Counter Part funding	-
Transfers from Development partners	-
Total Unconditional Transfers (a)	-
Conditional Transfers	
Transfers from Development partners	-
Total Conditional Transfers (b)	-
Total Transfers for the Year (a + b)	-

a) Details to Revenue Transfers

Name of The Entity Transferring	Amount recognized to Statement of Financial performance	Amount deferred under deferred income.	Amount moved to Capital fund	Total transfers (FY 2024/2025)
	KShs	KShs	KShs	KShs
GOK Funding	-	-	-	-
World Bank/IDA	-	-	-	-
Subtotal	-	-	-	-
Deferred Income realized	-	-	-	-
Total	-	-	-	-

7. Consultancy Services

Description	FY 2024/2025 KShs
Project Consultant Fees	75,728
Total	75,728

Notes to the financial statements (continued)

8. Use of Goods and Services

Description	FY 2024/2025
	KShs
Other operating expenses	24,195
Capacity Building & Institutional strengthening	310,400
Total	334,595

9. Rehabilitation/Main Build Costs

Description	FY 2024/2025
	KShs
Rehabilitation Costs	222,872
Main Build	316,274
Total	539,146

10. GoK Counterpart Expenses

Description	FY 2024/2025
	KShs
GOK Counterpart Expenses	6,180,020
Total	6,180,020

11. Cash and Cash Equivalents

Description	FY 2024/2025	1 st July
	KShs	KShs
Bank Accounts	1,811,960	14,693,210
Cash on hand	-	-
Total Cash and Cash Equivalents	1,811,960	14,693,210

Notes to the Financial Statements (Continued)

Project Bank Accounts

Details	FY 2024/2025	1 st July 2024
	KShs	KShs
Local Currency Accounts		
KCB [A/C No. 1322542651]	-	1,529,949
KCB [A/C No. 1312872519]	1,811,960	7,991,980
KCB [A/C No. 1329043022]	-	-
Cash in Transit	-	5,441,281
Total bank account balances	1,811,960	14,963,210

*The cash in transit-Double taxes paid.

12. Receivables

Description	FY 2024/2025	1st July 2024
	KShs	KShs
Imprests	-	310,400.00
Total Imprests and Advances	-	310,400.00

13. Accumulated Surplus/Deficit

Description	FY 2024-2025	1 st July 2024
	KShs	KShs
Accumulated Surplus/ (Deficit) b/d	15,273,610	-
Prior Year Adjustments	(6,332,162)	-
(Deficit)/Surplus for the year	(7,129,488)	15,273,610
Accumulated (Deficit)/Surplus c/d	1,811,960	15,273,610

13.A. Prior Year Adjustment

Description	FY 2024-2025	1st July 2024
	KShs	KShs
Income Adjustments/Refund	(6,332,162)	-
Total Adjustments	(6,332,162)	-

The prior year adjustments relate to funds refunded to The World Bank after the project ended.

Notes to the Financial Statements (Continued)

14. Cash Generated from Operations

Description	FY 2024-2025
	KShs
Surplus/Deficit for the year	(7,129,488)
Adjusted for:	
Depreciation	-
Non-cash grants received	-
Impairment	-
Working capital adjustments	(7,129,488)
Increase in inventory	-
Increase in receivables	310,400
Increase in deferred income	-
Increase in payables	-
Increase in payments received in advance	-
Net cash flow from operating activities	(6,819,088)

15. Special Deposit Accounts

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

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

Notes to the Financial Statements (Continued)

Special Deposit Accounts Movement Schedule

	FY 2024/2025	1 st July 2024
Description	KShs	KShs
A/C Name: ICTA A/C 'D' [A/c No. 1000243791]		
Opening balance	-	1,514,686
Total amount deposited in the account	-	4,290,837
Total amount withdrawn (as per Statement of Receipts & Payments)	-	-5,805,522
Closing balance (as per SDA bank account reconciliation attached)	-	0

16. Related Party Disclosures

Nature of related party relationships

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

Government of Kenya

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

Other related parties include:

- i) Key management personnel including the program director
- ii) Ministry of Information, Communication & Digital Economy
- iii) The National Treasury

There were no related party transactions in the year under review.

Notes to the Financial Statements (Continued)

17. Events after the Reporting Period

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

18. Ultimate And Holding Entity

The Authority is a State Corporation under the Ministry of Information, Communication & Digital Economy. Its ultimate parent is the Government of Kenya.

19. Currency

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

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)
<p>Basis for Qualified Opinion</p> <p>Unsupported Cash and Cash Equivalents</p>	<p>The statements of financial assets and liabilities reflects cash and cash equivalents balanced of Kshs.14,963,210. The balance includes a bank balance of Kshs.7,991,980 as disclosed in Note 10 to the financial statements. The balance of Kshs.7,991,980 was in relation to Government of Kenya (GOK) counterpart funds held in a bank account operated by ICT Authority. However, review of the account's bank statement revealed that the account had a balance of Kshs.231,325,878 as at 30 June,2024 which included funds from others activities which were not related to the project.</p> <p>In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.14,963,210 could not be confirmed.</p>	<p>The cash and cash equivalent for GoK Counterpart component of the Project funds as at 30 June 2024 was KShs 7,991,980. This amount was contained in the Authority's main bank account (No.131287251 9) held at KCB whose total</p>	<p>Not Resolved</p>	<p>December 2025</p>

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		<p>balance as at 30th June 2024 was KShs. 231,325,877.51.</p> <p>Although we sought and obtained approval for opening a separate bank account for the Project GoK counterpart funds towards end of the financial year, we realized that the bank account would not serve the intended purpose since the project period and scope had been</p>		
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		<p>attained (the Project officially closed in September 2024).</p> <p>We have supported the bank balance of KShs. 7,991,980 with a Bank Certificate for Bank Account No. 1312872519 and a cash analysis which shows the closing bank balance stated herein.</p>		
Emphasis of Matter Budgetary Control and Performance	The statement of comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.1,635,201,611 and Kshs.1,349,876,092	It is true that Project received a total of KShs.	Not Resolved	December 2025

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	<p>respectively, resulting to an under-funding of Kshs.285,325,519 or 17 % of the budget. However, the project spent a balance of Kshs.1,348,713,658 against actual receipts of Kshs.1,349,876,092, resulting to an under-utilization of Kshs.1,162,434 of the actual receipts.</p> <p>Further the funding summary under the project information and overall performance revealed that the donor commitment was USD 25,500,000 an equivalent of KShs 2,575,755,000. However, the project revealed USD 22,378,527 an equivalent of KShs 2,776,943,763 resulting to an underfunding of the project by USD 3,121,473 or 12% of the total commitment. Similarly, the Government of Kenya counterpart funding commitment was KShs 404,040,000 however, the project received KShs 105,000,000 hence underfunding of KShs 299,040,000 which is 74% of the total commitment.</p> <p>Failure to receive funds budgeted for and underutilizing funds received may hinder the project from achieving its objectives. Further, these anomalies indicate noncompliance with the 2023/2024 approved annual work plan and are contrary to regulation 52(1)b of the public finance management (national Governments)</p>	<p>1,319,876,092 against an approved budget of KShs. 1,605,201,611.</p> <p>During the year, we requested for an enhancement of the Project budget by KShs. 671,201,611 from KShs. 873,000,000 to KShs. 1,544,201,611. This was granted by the National Treasury on 2nd January 2024 under Article 223 of the Constitution.</p>		
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	<p>regulations 2015 which states that ‘AIE holders shall be made to understand that the limit to which they may spend is that prescribed by the authority and not their expectations, however justified this may seem</p>	<p>However, in the Supplementary Budget Estimates No. II, the allocation for the Project was enhanced to KShs. 1,605,201,611 representing an increase of KShs. 732,201,611 (KShs. 61,000,000 higher than the amount granted under Article 223 of the Constitution).</p> <p>We wish to report that the planned scope and contract of</p>		
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		<p>the Project was completed with the amount received as foreign grants of KShs. 1,329,876,092. This means there was an over-provisioning in the budget for the Project during the financial year. We were also limited by the Project deadline which was provided as 29th December 2023.</p>		
<p>Report on Lawfulness and Effectiveness in use</p>	<p>The statement of receipts and payments reflect Kshs.18,111,594 in respect of purchase of goods and services as disclosed in Note 5 to the financial statements. Included in this amount is</p>	<p>At the time of audit, the contract for collocation had</p>	<p>Not Resolved</p>	<p>December 2025</p>

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<p>of Public Resources 1. Underutilization of Wireless Solution</p>	<p>Kshs.4,340,504 relating to other operating expenses. The expenses relate to provision of collocation services for wireless solution for the project that was signed on 24 May, 2023 for a duration of one (1) year between the Authority and a service provider. However, audit verification revealed that the contract expired on 23 May, 2024 and had not been renewed or entered into a new contract with the provider and hence the Athenas and switches for the wireless connections between Eldoret and Nadapal were not operating. No justification has been provided as to why the investments are idle.</p> <p>In addition, the wireless connection that is supposed to aid internet connectivity when the fibre network is down, has not been integrated to connect automatically leading to down times of connections to clients.</p> <p>In the circumstances, the value for</p>	<p>expired, the process of procuring for the service was started and is in progress. The link serves as a redundant link to provide services to the region. Intervention is on case to case with 24hr monitoring from the NOC.</p>		
<p>2. Underutilization of the aggregation sites</p>	<p>During the audit ,it was noted that the supply, installation ,testing ,commissioning ,training ,warranty and maintenance of the two (2) optical fiber networks(backbone and access) along the Eldoret -Nadapal / Nakodok road had 14 aggregation sites ,with each aggregation site having 288 optical data frames and therefore a</p>	<p>At the time of audit, the contract for collocation had expired, the process of procuring for</p>	<p>Not Resolved</p>	<p>December 2025</p>

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	<p>total of 4032 optical data frames to connect to the last miles .However ,audit verification revealed that only 193 connection had been done representing 4.8 % utilization or 95.2% underutilization . In the circumstance, the value for money from the project could not be confirmed.</p>	<p>the service was started and is in progress. The link serves as a redundant link to provide services to the region. Intervention is on case to case with 24hr monitoring from the NOC.</p>		
<p>3.Implementation of new subscribed sites not on original targets</p>	<p>An audit inspection revealed that the implementation of the project specifically the core and aggregated site were not done as per the original targeted list with some initially target sites being omitted from the list. Further, some of the completed projects were also not in the prior survey and it is not clear how they were included in the implementation . In the circumstances, the value for money from the project could not be confirmed</p>	<p>The original list of subscriber sites at the time of the survey during project inception was changed during the period of implementation owing to several factors as detailed below:</p>	<p>Not Resolved</p>	<p>December 2025</p>

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		<p>With reference to the Independent Consultant's report "CONTRACT VARIATION REQUEST DECEMBER 2022" (<i>herewith attached for ease of reference</i>). It is noted in the report that due to budgetary constraints in the initial project appraisal by both agencies (KENHA and ICTA), it was not possible to include connection of all subscribers</p>		
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		<p>to the network. In the original concept design, there were 518 potential subscribers identified, 20 Km from the including schools, governmental facilities, hospitals, rest stops, smart road poles and cattle markets. Additional funds of USD 2.5 Million were availed, under the re-structuring, to be added to the contract to facilitate the connection of</p>		
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		<p>additional subscriber sites initially identified. As a result, 162 of the identified institutions were targeted from savings realised from review of spur civil works (from wholly terrestrial to mixed aerial, grid connections and support and maintenance (initially contracted for 3 years). The savings realised thereof. The savings from</p>		
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		<p>this exercise would expand the subscriber sites from 162, 175 and to 196. The demand for sites increased with the introduction of Public Wifi hotspots in all the existing centres reprioritization of sites due to the Big 4 Agenda on the last Government which meant more consideration to Health and Agriculture centres The changes were proposed</p>		
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		by the design consultant which was approved before the changes were constituted.		
4. Failure to Execute the Project's Objectives	<p>the objectives of the project were supplying, installation, testing, commissioning, training, warranty and maintenance of two (2) optical fiber networks (Backbone and Access) along the Eldoret- Nadapal/ Nakodok road which was to be implemented at a contract price of USD6,791,104.91 (equivalent to Kshs.354,488,351). The contract began on 1 July, 2020 and was to take a period of eighteen (18) months and therefore end on 31 December, 2021. However, the contract period was extended to 7 June, 2021 through contract addendum 1 with a cost adjustment of USD6,949,914.85 (equivalent to Kshs.378,117,131). The contract period was further adjusted through contract addendum 2 for a period of forty-two (42) months commencing on 1 July, 2020 to 31 December, 2023. This Contract extension was signed on 14 January, 2022.</p>	<p>It is true that the project scope was Eldoret-Nakodok backbone however, due to the due to border disputes and security reasons, the project terminated at Nadapal. The portion representing Nadapal to Nakodok was utilized for additional</p>	Not Resolved	December 2025

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	<p>The implementation of the project was not on time and another price adjustment was done through contract addendum 3 which was signed on 2 February, 2023 adjusting the contract price to USD8,957,605.87 (equivalent to Kshs.527,458,051).</p> <p>The works was still incomplete, and a further extension was sought which was made via addendum 4 with price adjustment of USD2,898,998.70 (or approximately Kshs.375,652,251.55) and the work was finally certified complete on 28 August, 2024.</p> <p>An audit inspection of the project in the month of September, 2024 revealed that the fibre connection reached a place called Nadapal as the final destination instead of Nakodok as originally intended leaving a distance of about 11Km not done.</p> <p>In the circumstances, the objective of commercializing the internet upto the neighbouring country of South Sudan has not been realized four years after commencement of the project and several costs variations from the original cost</p>	<p>scope of the project.</p> <p>All other project activities under EARTTDFP have been done upto Nadapal including the road construction.</p> <p>The Governments of Kenya and South Sudan are involved in active engagement on the matter of restoration of peace along the border so as to complete the remaining section of the project.</p>		
Contingent Liabilities		It is true that	Not	Decemb

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	<p>Disclosed in the financial statement under Annex 6 is contingent liabilities of Kshs.91,552,170. The ICT Authority on behalf of the project, entered into contracts for consulting services with four consultants as listed below. The four separate contracts were signed as follows:-</p> <ol style="list-style-type: none"> 1. Contract 1 signed on 2nd April, 2018 for Kshs.13,912,040 and was to run for 36 months up to 2 April, 2021. 2. Contract 2 signed on 1 July, 2019 for Kshs.20,407,270 and was to run for the same period of 36 months from 1 July, 2019 terminating on 30 June, 2021. 3. Contract 3 signed on 1 July, 2018 was to run for thirty-six (36) months up to 30 June, 2021. The contractual sum is stated as Kshs.25,446,070. 4. Contract 4 signed on 1 July, 2017 It was for the period starting from 1 July, 2017 up to 30 June, 2020. The contractual sum is indicated as Kshs.31,786,790 <p>The source of the dispute was termination of the</p>	<p>under Other Important Disclosure (No. 3) of the Annual Report and Financial Statements, in supported by Annex 6, is an amount KShs. 91,552,170 of Contingent Liabilities. This is respect to a Court matter, No. E511 of 2021 between Magdalene Mjomba and Others Vs ICTA which was ruled against the Authority for the stated sum. The Authority has appealed against the</p>	<p>Resolved</p>	<p>er 2025</p>
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	<p>contracts on 3 September, 2019 by the authority. The authority filed an application to set aside a judgement entered against it on 21 July, 2022 awarding damages for termination of contract to the four (4) consultants. The project is coming to a closure in December, 2024. However, these damages are yet to be paid and the way forward for plans to settle this obligation was not provided for audit review.</p> <p>In the circumstances, it's not clear how the Project Coordinator will settle the liability in the event the appeal is not ruled in favor of ICT Authority, the implementing agency.</p>	<p>ruling and the appeal is currently ongoing. Since the World Bank does not cater provided for payments arising from legal suits, we intend to seek budgetary allocation from the National Treasury in case the appeal will not be successful.</p>		
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Zilpher Owiti
Ag. Chief Executive Officer

.....
Thomas Odhiambo
Project Coordinator

*Eastern Africa Regional Transport, Trade and Development Facilitation Project
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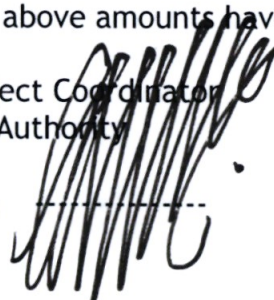
Annex 2: Reconciliation of inter-entity transfers

Project Name:				
Break down of transfers from the State Department of ICT and DE				
a.	Government Counterpart funding			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		Total	-	
B.	Direct payments			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		Total	-	
C.	Others			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			-	
		Total	-	
		Total (A+B+C)	0	

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

Project Coordinator
ICT Authority

Sign



Head of Accounting Unit
State Department of ICT & DE

Sign-----

Annex 3: Fixed Asset Register

Asset class	Opening Cost	*Purchases/Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	KShs 2024/2025	KShs 2024/2025	KShs 2024/2025	KShs 2024/2025	KShs 2024/2025
	(a)	(b)	(c)	(d)	(e)= (a)+ (b)-(c)+(-)d
Motor Vehicles	12,141,444	-	-	-	12,141,444
Total	12,141,444	-	-	-	12,141,444

Annex 4: Other Support Documents

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations statement as at 30th June 2025
- iii. Board of Survey Report
- iv. Special Deposit Account reconciliation statement



REPUBLIC OF KENYA
 MINISTRY OF INFORMATION, COMMUNICATIONS AND THE DIGITAL ECONOMY
 STATE DEPARTMENT FOR ICT AND DIGITAL ECONOMY

Telephone: +254-020-4920000
 If calling or telephoning as

Telposta Towers
 P. O. Box 30025-00100
 Nairobi-KENYA

When replying please quote
 Ref. No MICTDE/SDICTDE/ACCT/ICTA/24/25-02

11th Aug 2025

Chief Executive Officer
 ICT Authority
 Telposta Towers 12th Floor
 P.O Box 27150-00100
 NAIROBI

RE: CONFIRMATION OF FUNDS DISBURSED TO SAGAS FOR FINANCIAL YEAR 2024-2025

The State Department for ICT and Digital Economy wishes to confirm the amounts disbursed to you as at 30th June, 2025 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table and sign and stamp the request in the space provided.

	Date Disbursed	Recurrent (Kshs) (A)	Development (Kshs) (B)	Inter-Ministerial (Kshs) (C)	Total (Kshs) D=(A+B+C)	Amount Received by ICT Authority as at 30 June, 2025 (Kshs) E	Differences (Kshs) F=D-E
FT24232MQRYM	19 Aug 24	9,666,667.00			9,666,667.00	9,666,667.00	--
FT2425020GRC	06 Sept 24	9,666,666.65			9,666,666.65	9,666,666.65	--
FT24262RJ41J	18-Sept 24		225,000,000.00		225,000,000.00	225,000,000.00	--
FT24262NR85Z	18-Sept 24		412,240,056.75		412,240,056.75	412,240,056.75	--
FT24268YV2KL	24-Sept 24		71,005,000.00		71,005,000.00	71,005,000.00	--
FT24283ZPF1W	09-Oct 24	9,666,666.35			9,666,666.35	9,666,666.35	--
FT24311HDVB1	06-Nov 24	9,666,666.35			9,666,666.35	9,666,666.35	--
FT243205CNIN	15-Nov 24		20,500,000.00		20,500,000.00	20,500,000.00	--
FT24320XTYRL	15-Nov 24		82,000,000.00		82,000,000.00	82,000,000.00	--
FT24341YVBZ	06-Dec 24	9,666,665.30			9,666,665.30	9,666,665.30	--
FT243391GRR8	04-Dec 24		223,327,288.05		223,327,288.05	223,327,288.05	--
FT25003D2441	03 Jan-25	9,666,667.30			9,666,667.30	9,666,667.30	--
FT250279XZ0V	27-Jan-25		71,005,000.00		71,005,000.00	71,005,000.00	--

FT250270Y4YZ	27-Jan-25		82,000,000.00		82,000,000.00	82,000,000.00	-
FT25038MY49	07-Feb-25	9,666,666.65			9,666,666.65	9,666,666.65	-
FT25038SKYNL	07-Feb-25	128,000,000.00			128,000,000.00	128,000,000.00	-
FT25071Z49BK	12-Mar-25	128,000,000.00			128,000,000.00	128,000,000.00	-
FT25073BHKZ	14-Mar-25	9,666,666.65			9,666,666.65	9,666,666.65	-
FT250944M88	04-Apr-25	9,666,666.65			9,666,666.65	9,666,666.65	-
FT2509489HV	04-Apr-25	128,000,000.00			128,000,000.00	128,000,000.00	-
FT25128KXSG1	08-May-25	9,666,666.00			9,666,666.00	9,666,666.00	-
FT25128DGN7	08-May-25	42,666,666.70			42,666,666.70	42,666,666.70	-
FT25128Z1RV8	08-May-25		10,250,000.00		10,250,000.00	10,250,000.00	-
FT251288TB85	08-May-25		71,005,000.00		71,005,000.00	71,005,000.00	-
FT25129H2WK	09-May-25		10,250,000.00		10,250,000.00	10,250,000.00	-
FT25129MSK01	09-May-25		71,005,000.00		71,005,000.00	71,005,000.00	-
FT25162F4XN	11-Jun-25	9,666,666.70			9,666,666.70	9,666,666.70	-
FT25162RYH86	11-Jun-25	42,666,666.70			42,666,666.70	42,666,666.70	-
FT251692NPDF	14-Jun-25		14,000,000.00		14,000,000.00	14,000,000.00	-
FT2518ZZQWB	01-Jul-25	42,666,666.60			42,666,666.60	42,666,666.60	-
FT251820V49X	01-Jul-25	9,666,666.60			9,666,666.60	9,666,666.60	-
TOTAL		627,999,998.20	1,363,587,344.80	-	1,991,587,343.00	1,991,587,343.00	-
I confirm that the amounts shown above are correct as of the date indicated							
Head of Accounts Department							
Name: <i>Prof. Dr. Ryoko Otter</i>							
Date: <i>21/8/2025</i>							

Henry Mobegi
HENRY MOBEGI
FOR PRINCIPAL SECRETARY

CC: Director General Accounting Services and Quality Assurance
National Treasury

Bank Reconciliation Report

Statement Number: 19

Bank Number 100022
 Bank Name KCB ICTA EARTTDFP
 Reconciliation as at: 6/30/2025
 Bank Account Balance as per Cash Book 0.00
 Balance on Bank Statement 0.00
 Difference to be explained 0.00
 Difference explained by uncredited and unrepresented cheques

Posting Date	Document No	UNPRESENTED CHEQUES		Amount
		Description		
TOTAL				
Posting Date	Document No	UNPRESENTED CHEQUES (CLEARED NEXT MONTH)		Amount Entry
		Description		
TOTAL		0.00	0.00	GRAND TOTAL 0

Prepared By ICTAMA CLINE.ONYIEGO
 Date
 Signature 

Checked By
 Date
 Signature

ICTA\OLIVER.PYOKO

Approved By
 Date
 Signature



REPUBLIC OF KENYA

Date 8/08/2025

Report of the Board of Survey on the Cash and Bank Balances of ICT AUTHORITY as at the close of business on 30th June, 2025.

The Board, consisting of (Names and official titles)

KCB A/C 1322542651
EARTDFP A/C

NAME	DESIGNATION	
1. PHILIP MUIBE	P.H.M.	Chairman
2. PAUL MBATHIA	P. ACCOUNTANT	Member
4. IMELDA DJUNE	S. ACCT.	Member
		Secretary

assembled at the office of The
at(time) on the ,2025
and the following cash was produced: -

Notes	Sh. Nil.....
Silver	Sh. Nil
Copper	Sh. Nil
Cheques (as per details on reverse)	Sh. Nil.....

It was observed that cheques amounting to Sh. 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
.....30th June 2025.

Cash on hand	Sh.
Bank Balance	Sh.
	Sh.

The Bank Certificate Balance showed a sum of Sh. NIL
.....cts03.....(Sh.....cts.....)

Standing to the credit of the account on 30/06 N/A 2025
..... 2024

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

Secretary

Member

Date

ICT Authority
Telposta Towers 12th Floor, Kenyatta Ave
PO Box 27150 - 00100 Nairobi Kenya
Tel: +254 20 2089061/ 2211960 Fax: +254 20 2211960
www.icta.go.ke
info@ict.go.ke



Trial Balance
EARTTDF Project
[July 2024-June 2025]

Description	Debit	Credit
Cash at bank	1,811,960	
Project Grants		
Capacity Building & Inst. Stren	310,400	
Consultancy	75,728	
Other operating expenses	24,195	
Rehabilitation Costs	222,872	
Main Build	316,274	
Imprests & Advances		
Counterpart Expenses	6,180,020	
Surplus/(Deficit) b/f		8,941,448
Totals	8,941,448	8,941,448

PREPARED BY:
Macline Onyiego
Principal Accountant

SIGNATURE&DATE: _____

REVIEWED BY:
Oliver Pyoko
Deputy Director Finance & Accounts

SIGNATURE&DATE: _____

**EAST AFRICA TRADE AND TRANSPORT FACILITATION PROJECT (ICTA)
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30 JUNE 2025**

Credit No.: IDA LOAN CREDIT NO.5638-KE (DA-D)

Bank Account No.: 1000243791 Held with CENTRAL BANK OF KENYA

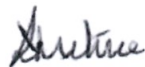
		NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by IDA			18,833,801.12
	Less:			
2	Total amount documented			14,931,121.30
3	Outstanding amount to be documented			3,902,679.82
	Represented by:			
4	Ending Special account Balance as as 30 June 2025			-
5	Amounts claimed but not credited as at 30 June 2025			-
6	Amounts withdrawn and not claimed			3,902,679.82
7	Service Charges (if not included in lines 5 and 6 above)			
8	Interest earned (if included in Special Account)			-
9	Total advance to Special Account Year ended 30 June 2025			3,902,679.82

Discrepancy between total appearing on line 3 and 9 -

Notes:

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

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

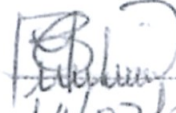
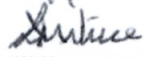


**AUTHORISED REPRESENTATIVE
RESOURCE MOBILISATION DEPARTMENT
THE NATIONAL TREASURY**

DATE: 05-08-2025

24

SPECIAL ACCOUNT STATEMENT

For period ending	30th JUNE, 2025
Account No.	1000243791
Depository Bank	CENTRAL BANK OF KENYA.
Address	CENTRAL BANK OF KENYA.
Related Loan	ICTA - A/C 'D'
Credit Agreement	
Currency	USD
Part A - Account Activity	
Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account	0.00
Add:	
Total Amount deposited by World Bank	0.00
Total Interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
Deduct:	
Total amount withdrawn	0.00
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June,2025	0.00
AUTHORISED REPRESENTATIVE CENTRAL BANK OF KENYA	SIGNATURE: 
	DATE: 14/07/2025
AUTHORISED REPRESENTATIVE EXTERNAL RESOURCES DEPARTMENT-TREASURY	SIGNATURE: 
	DATE: 05-08-2025

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

24

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

STATEMENT OF ACCOUNT PAGE NO : 1

ACCOUNT NUMBER :

ACCOUNT TITLE - SCTA-AC W
KIPKOS

NO.

END OF ACCOUNT STATEMENT

Account	equals	Account Number	Field
Statement From	equals	1000243791	
Statement To	equals	20240701	
		20250630	

TABLE STATEMENT OF ACCOUNT PERIOD



Loan: IDA 56380 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya |

Project: P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

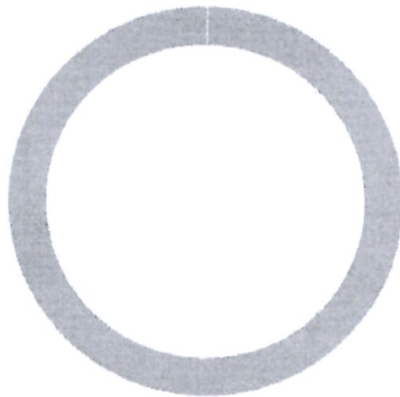
- Loan Overview
- Disbursements
- History
- Repayments
- Amortization Schedule
- Audit Submission
- Disbursen

Important Dates

Approval	Signing	Commitment Charges Start Date	Effective	First Repayment	Closing	Application Deadline	Last Repayment
11-Jun-2015	20-Jul-2015	18-Sep-2015	16-Nov-2015	15-Nov-2021	31-Dec-2024	30-Jun-2025	15-May-2053

Currency of Commitment : XDR

Show amounts in XDR



Loan Information (XDR)

Signed Amount	362,500,000.00
Cancelled	0.00
Disbursed	362,464,307.23
Undisbursed	35,692.77
Special Commitments	0.00
Funds Available	35,692.77

Funds Available (XDR)

Withdrawal Applications	0.00
Special Commitment Issuance Applications	0.00
Estimated Funds Available	35,692.77

Last Bill, IDA 56380, due on 15-May-2025

Borrower: The National Treasury and Planning

Date Payable	Currency	Amount Payable
15-May-2025	XDR	6,515,356.49

USD Equivalents

Original Approved Amount	500,000,000.00
Current Undisbursed	48,772.74
Historical Disbursed	497,252,773.77

317,151,807.23
Principal Outstanding

0.75 %
Total Charges

0.00 %
Net Commitment Fee

7/22/25, 7:39 AM

eBusiness

Disbursed

362,464,30
7.23

Service
Charge

0.75 %

Commitment

Fee

Repaid

45,312,500.
00

Waiver

0.00 %

Waiver

Prepaid

0.00

Interest
Waiver Status

Ineligible

0.00 %

Regular
Repayments

45,312,500
.00

Reference Information

Lending Instrument :

IPF - Investment Project
Financing

Loan Type :

IDA - IDA Credit

Borrower of Record :

The National Treasury
and Planning

Guarantor :

Kenya

Loan Term :

38 Years

Grace Period :

6 Years

Maturity Type :

IDA6_38

Maturity Profile :

STANDARD



Loan: IDA 56380 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya |

Project: P148853 - EA Regional Transport , Trade and Development Facilitation Project (Second Phase of Program)

[Loan Overview](#)

[Disbursements](#)

[History](#)

[Repayments](#)

[Amortization Schedule](#)

[Audit Submission](#)

[Disbursemei](#)

[Applications](#)

[eSignatorie\(s\)](#)

[Beneficiaries](#)

[Contracts](#)

[Designated/UN Accounts](#)

[Category Schedule](#)

Withdrawal Applications

Disbursement Milestone

Loan Approval Date 11-Jun-2015	Loan Signing Date 20-Jul-2015	Loan Made Effective 16-Nov-2015	Authorized Signatories Submitted to WB 19-Jun-2025	Authorized Signatories Approved 19-Jun-2025	Loan is Ready for Disbursing Online
-----------------------------------	----------------------------------	------------------------------------	---	--	-------------------------------------

[Submit Withdrawal Application](#)

Withdrawal Application for this loan cannot be submitted at this time. Please contact clientconnection@worldbank.org.

Showing results 1 - 775 of 775 entries

Transaction List

Filter by

Application						Paid					
Borrower Reference	Type	Status	Ccy	Amount	Category Summary	Ccy	Amount	Date received	Value Date	Logged by	Last Updated
ICTA0037	DA-D	Completed	USD	0.00	9	USD	0.00	09-May-2025	09-May-2025	Borrower	09-May-2025
ICTA0036	DA-D	Completed	USD	0.00	9	USD	0.00	11-Feb-2025	13-Feb-2025	Borrower	13-Feb-2025
ICTA0030	DA-D	Completed	USD	422,646.66	9	USD	422,646.66	04-Mar-2024	06-Mar-2024	Borrower	06-Mar-2024
ICTA0029	DA-D	Completed	USD	1,125,763.77	9	USD	1,125,763.77	27-Nov-2023	28-Nov-2023	Borrower	28-Nov-2023
ICTA0028	DA-D	Completed	USD	2,742,426.76	9	USD	2,742,426.76	19-Oct-2023	23-Oct-2023	Borrower	23-Oct-2023
ICTA0027B	DA-D	Completed	USD	32,339.32	9	USD	0.00	16-Aug-2023	21-Aug-2023	Borrower	21-Aug-2023
ICTA0026	DA-D	Completed	USD	665,909.63	9	USD	665,909.63	03-Mar-2023	03-Mar-2023	Borrower	03-Mar-2023
ICTA0025	DA-D	Completed	USD	2,336,667.08	9	USD	2,336,667.08	03-Nov-2022	03-Nov-2022	Borrower	03-Nov-2022
ICTA0024B	DA-D	Completed	USD	868,308.66	9	USD	868,308.66	29-Sep-2022	03-Oct-2022	Borrower	03-Oct-2022
ICTA0023	DA-D	Completed	USD	530,475.73	4	USD	530,475.73	20-Dec-2021	20-Dec-2021	Borrower	20-Dec-2021
ICTA0022	DA-D	Completed	USD	782,405.34	4	USD	782,405.34	31-Aug-2021	31-Aug-2021	Borrower	31-Aug-2021
ICTA0021	DA-D	Completed	USD	3,213,952.97	DA-D	USD	3,213,952.97	10-Aug-2021	11-Aug-2021	Borrower	11-Aug-2021
ICTA0020	DA-D	Completed	USD	747,580.64	4	USD	747,580.64	22-Jul-2021	23-Jul-2021	Borrower	23-Jul-2021
ICTA0019	DA-D	Completed	USD	718,526.60	4	USD	718,526.60	29-Dec-2020	29-Dec-2020	Borrower	29-Dec-2020
ICTA0018	DA-D	Completed	USD	718,027.69	4	USD	718,027.69	20-Nov-2020	20-Nov-2020	Borrower	20-Nov-2020
ICTA0017	DA-D	Completed	USD	772,995.40	4	USD	772,995.40	22-Jun-2020	22-Jun-2020	Borrower	22-Jun-2020
ICTA0016	DA-D	Completed	USD	443,681.66	4	USD	443,681.66	28-Feb-2020	28-Feb-2020	Borrower	28-Feb-2020
ICTA0014	DA-D	Completed	USD	784,183.93	4	USD	784,183.93	25-Sep-2019	25-Sep-2019	Borrower	25-Sep-2019
ICTA013	DA-D	Completed	USD	0.00	4	USD	0.00	28-May-2019	28-May-2019	Borrower	28-May-2019
ICTA012	DA-D	Completed	USD	797,142.78	4	USD	797,142.78	04-Apr-2019	04-Apr-2019	Borrower	04-Apr-2019
ICTA009	DA-D	Completed	USD	51,215.01	4	USD	51,215.01	27-Aug-2018	27-Aug-2018	Borrower	27-Aug-2018
ICTA007A	DA-D	Completed	USD	0.00	4	USD	0.00	20-Feb-2018	23-Feb-2018	Borrower	23-Feb-2018
ICTA005	DA-D	Completed	USD	0.00	4	USD	0.00	17-Nov-2017	24-Nov-2017	Borrower	24-Nov-2017

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eBusiness

Application						Paid					
ICTA004A	DA-D	Completed	USD	402,129.25	DA-D	USD	402,129.25	23-Oct-2017	03-Nov-2017	Borrower	03-Nov-2017
ICTA EAR WA 002	DA-D	Completed	USD	0.00	4	USD	0.00	16-Jun-2017	19-Jun-2017	Borrower	19-Jun-2017
ICTA EAR WA 003	DA-D	Completed	USD	0.00	4	USD	0.00	16-Jun-2017	19-Jun-2017	Borrower	19-Jun-2017
ICT WA 01	DA-D	Completed	USD			USD					



Loan: IDA 56380 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya |

Project: P148853 - EA Regional Transport , Trade and Development Facilitation Project (Second Phase of Program)

Loan Overview

Disbursements

| History

| Repayments

| Amortization Schedule

| Audit Submission

| Disbursemei

Applications

| eSignatorie(s)

| Beneficiaries

| Contracts

| Designated/UN Accounts

| Category Schedule

Withdrawal Applications

Disbursement Milestone

Loan Approval Date 11-Jun-2015	Loan Signing Date 20-Jul-2015	Loan Made Effective 16-Nov-2015	Authorized Signatories Submitted to WB 19-Jun-2025	Authorized Signatories Approved 19-Jun-2025	Loan is Ready for Disbursing Online
-----------------------------------	----------------------------------	------------------------------------	---	--	-------------------------------------

[Submit Withdrawal Application](#)

Withdrawal Application for this loan cannot be submitted at this time. Please contact clientconnection@worldbank.org.

Transaction List

Showing results 1 - 0 of 772 entries

Filter by

Borrower Reference	Application					Paid					
	Type	Status	Ccy	Amount	Category Summary	Ccy	Amount	Date received	Value Date	Logged by	Last Updated
ICTA0037	DA-D	Completed	USD	65.31	9	USD	65.31	09-May-2025	09-May-2025	Borrower	09-May-2025
ICTA0036	DA-D	Completed	USD	16,343.76	9	USD	16,343.76	11-Feb-2025	13-Feb-2025	Borrower	13-Feb-2025
ICTA0030	DA-D	Completed	USD	422,646.66	9	USD	422,646.66	04-Mar-2024	06-Mar-2024	Borrower	06-Mar-2024
ICTA0029	DA-D	Completed	USD	1,125,763.77	9	USD	1,125,763.77	27-Nov-2023	28-Nov-2023	Borrower	28-Nov-2023
ICTA0028	DA-D	Completed	USD	2,742,426.76	9	USD	2,742,426.76	19-Oct-2023	23-Oct-2023	Borrower	23-Oct-2023
ICTA0027B	DA-D	Completed	USD	32,339.32	9	USD	32,339.32	16-Aug-2023	21-Aug-2023	Borrower	21-Aug-2023
ICTA0026	DA-D	Completed	USD	665,909.63	9	USD	665,909.63	03-Mar-2023	03-Mar-2023	Borrower	03-Mar-2023
ICTA0025	DA-D	Completed	USD	2,336,667.08	9	USD	2,336,667.08	03-Nov-2022	03-Nov-2022	Borrower	03-Nov-2022
ICTA0024B	DA-D	Completed	USD	868,308.66	9	USD	868,308.66	29-Sep-2022	03-Oct-2022	Borrower	03-Oct-2022
ICTA0023	DA-D	Completed	USD	530,475.73	4	USD	530,475.73	20-Dec-2021	20-Dec-2021	Borrower	20-Dec-2021
ICTA0022	DA-D	Completed	USD	782,405.34	4	USD	782,405.34	31-Aug-2021	31-Aug-2021	Borrower	31-Aug-2021
ICTA0021	DA-D	Completed by WB	USD	3,213,952.97	DA-D		0.00	07-Jul-2021		Eunice Momanyi	11-Aug-2021
ICTA0020	DA-D	Completed	USD	747,580.64	4	USD	747,580.64	22-Jul-2021	23-Jul-2021	Borrower	23-Jul-2021
ICTA0019	DA-D	Completed	USD	718,526.60	4	USD	718,526.60	29-Dec-2020	29-Dec-2020	Borrower	29-Dec-2020
ICTA0018	DA-D	Completed	USD	718,027.69	4	USD	718,027.69	20-Nov-2020	20-Nov-2020	Borrower	20-Nov-2020
ICTA0017	DA-D	Completed	USD	772,995.40	4	USD	772,995.40	22-Jun-2020	22-Jun-2020	Borrower	22-Jun-2020
ICTA0016	DA-D	Completed	USD	443,681.66	4	USD	443,681.66	28-Feb-2020	28-Feb-2020	Borrower	28-Feb-2020
ICTA0014	DA-D	Completed	USD	784,183.93	4	USD	784,183.93	25-Sep-2019	25-Sep-2019	Borrower	25-Sep-2019
ICTA013	DA-D	Completed	USD	92,260.00	4	USD	92,260.00	28-May-2019	28-May-2019	Borrower	28-May-2019
ICTA012	DA-D	Completed	USD	797,142.78	4	USD	797,142.78	04-Apr-2019	04-Apr-2019	Borrower	04-Apr-2019
ICTA009	DA-D	Completed	USD	51,215.01	4	USD	51,215.01	27-Aug-2018	27-Aug-2018	Borrower	27-Aug-2018
ICTA007A	DA-D	Completed	USD	0.04	4	USD	0.04	20-Feb-2018	23-Feb-2018	Borrower	23-Feb-2018
ICTA005	DA-D	Completed	USD	117,403.53	4	USD	117,403.53	17-Nov-2017	24-Nov-2017	Borrower	24-Nov-2017

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eBusiness

Application						Paid					
ICTA EAR WA 002	DA-D	Completed	USD	30.00	4	USD	30.00	16-Jun-2017	19-Jun-2017	Borrower	19-Jun-2017
ICTA EAR WA 003	DA-D	Completed	USD	164,722.00	4	USD	164,722.00	16-Jun-2017	19-Jun-2017	Borrower	19-Jun-2017



Loan: IDA 56380 (IDA - IDA Credit) | **Status:** Disbursing and Repaying | **Country:** Kenya |

Project: P148853 - EA Regional Transport , Trade and Development Facilitation Project (Second Phase of Program)

Loan Overview | Documentation | History | Payments | Interest/Principal/Status | Self-liquidation | Disbursements

Applications | Disbursements | Repayments | Closures | Disaggregated/Other Disbursements | Project Overview

Designated Account Details- DA-D

Account Details

Account Holder	ICTA	DA Currency	USD
Account Holder's Bank	CENTRAL BANK OF KENYA HAILE SELASSIE AVENUE NAIROBI Swift: CBKEKEN000X	Current Authorized Allocation	4,000,000.00
Account Number	X000000091	Associated Categories	4 - (Gd,Wk,NCS,CS,Trg &OC Pt4 3aiv -ICTA) 9 - (Gds,Wrks,Nc,CsTr,OC pt4 ICTA)
Intermediary Bank	STANDARD CHARTERED BANK 1 BASINGHALL AVENUE LONDON Swift: SCBLGB2L00X	Other Financing Sources	

Transaction Details

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

Total Deposits Less Refunds	18,833,801.12
Documented	14,891,121.30
Outstanding Balance	3,902,679.82
Waived Documentation Amount	0.00
Transaction in Process	0.00

**EAST AFRICA TRADE AND TRANSPORT FACILITATION PROJECT (ICTA)
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30 JUNE 2024**

Credit No.: IDA LOAN CREDIT NO.5638-KE (DA-D)

Bank Account No.: 1000243791 Held with CENTRAL BANK OF KENYA

	NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by IDA		18,882,372.91
	Less:		
2	Total amount documented		14,914,712.23
3	Outstanding amount to be documented		3,967,660.68
	Represented by:		
4	Ending Special account Balance as as 30 June 2024		-
5	Amounts claimed but not credited as at 30 June 2024		-
6	Amounts withdrawn and not claimed		3,967,660.68
7	Service Charges (if not included in lines 5 and 6 above)		
8	Interest earned (if included in Special Account)		-
9	Total advance to Special Account Year ended 30 June 2024		3,967,660.68

Discrepancy between total appearing on line 3 and 9

-

Notes:

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

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

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

DATE: