

REPUBLIC OF KENYA



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REPORT

OF

THE AUDITOR-GENERAL

ON

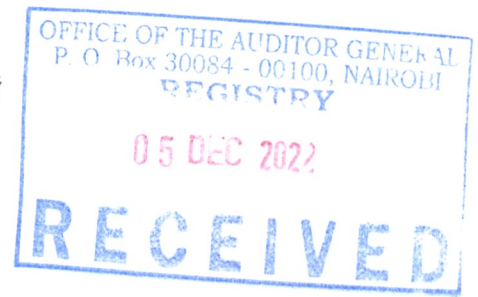
**PUBLIC DEBT MANAGEMENT SUPPORT
PROJECT - ADB GRANT AGREEMENT
NO.5500155013708**

**FOR THE YEAR ENDED
30 JUNE, 2022**

THE NATIONAL TREASURY



THE NATIONAL ASSEMBLY
DATE: 19 APR 2023
TABLED BY: DEPUTY MAJORITY LEADER
CLERK AT THE TABLE: [Signature]



PUBLIC DEBT MANAGEMENT SUPPORT PROJECT

**THE NATIONAL TREASURY
(RESOURCE MOBILISATION DEPARTMENT)**

**GRANT AGREEMENT NO. 5500155013708
IDENTIFICATION NO. P-KE-KFO-006**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE, 2022

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1. Project Information and Overall Performance

1.1 Name and registered office

The project's official name is **Public Debt Management Support Project**

Objective:

The key objective of the project is to strengthen public debt management functions.

Address:

The Project Headquarters' location and contacts is as below:

P.O. Box 30007- 00100,
Treasury Building,
Harambee, Avenue
NAIROBI, KENYA

Telephone: (254)020-2252299

Email: info@treasury.go.ke

Website: www.treasury.go.ke

The project does not have other offices or branches.

1.2 Project Information

Project Start Date:	23 rd September 2020
Project End Date:	31 st May 2022
Project Manager:	Dr Kenrick Ayot
Project Sponsor:	African Development Bank

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Resource Mobilization Department at The National Treasury
Project number	Grant Agreement No: 5500155013708, Identification Number P-KE-KF0-006

Strategic goals of the project	The strategic goals of the project are as follows: <ul style="list-style-type: none"> i. Strengthen Public Debt Management Functions ii. Strengthening Institutional Capacity for Transparency, Accountable and Results Based Debt Management
Achievement of strategic goals	The project management aims to achieve the goals through the following means: <ul style="list-style-type: none"> i. Technical assistance to develop <ul style="list-style-type: none"> a) Fiscal commitments and contingent liabilities framework b) Training on debt dissemination standards. ii. Technical assistance to conduct <ul style="list-style-type: none"> a) Portfolio reviews for borrowing and debt related transactions b) Training on loan negotiations
Current situation that the project was formed to intervene	The project was formed to intervene in the following areas: <ul style="list-style-type: none"> i. Skills enhancement of PDMO staff ii. Public debt management frame work
Project duration	The project started on 23 rd September 2020 and is expected to run until 31 May 2022

1.4 Bankers

Central Bank of Kenya

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

NAIROBI, KENYA

Tel: +254 20 2860000

Project Designated Account No: 1000473851

1.5 Auditors

The Auditor General

Office of the Auditor General
Anniversary Towers, University Way
P.O Box 30084 - 00100
NAIROBI, KENYA

1.6 Roles and Responsibilities

Names	Title designation	Key qualification	Responsibilities
Dr Julius Muia, EBS	Principal Secretary	Accounting Officer	Accounting Officer The National Treasury
Dr Kenrick Ayot	Principal Economist	Principal Economist	Project Manager
Miriam Kundu	Asst. Director, Supply Chain Management	AD/SCM	Project Procurement Officer
Christine Chimayi	Accountant	Accountant	Project Accountant

1.7 Funding summary

The Project is for a duration of three (3) years from 2020 to 2023 with an approved budget as highlighted in the table below as follows:

- i. AfDB:USD.1,120,000.00 equivalent to Kshs.122,080,000.00
- ii. GOK: Kshs. 30,000,000.00

Project Information and Overall Performance (Continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date 30. 06 2022		Undrawn balance to date	
	Donor currency USD (A)	KShs (A')	Donor currency USD (B)	KShs (B')	Donor currency USD (A)-(B)	KShs (A)-(B)
(i) Grant						
AfDB	1,120,000	122,080,000	150,000	16,442,700	970,000	105,637,300
Government of Kenya	-	30,000,000	-	88,313,116	-	-
Total	1,120,000	152,080,000	150,000	104,755,816	970,000	105,637,300

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2022)		Cumulative Amount paid to date – (30 th June 2022)		Unutilised balance to date (30 th June 2022)	
	Donor USD (A)	Kshs (A')	Donor currency USD (B)	Kshs (B')	Donor currency USD (A)-(B)	Kshs (A)-(B')
(i) Grant						
AFDB	150,000	16,442,700	12,569,323	35,191	3,873,377	
(i) Counterpart funds						
Government of Kenya		88,313,116		88,313,116	-	-
Total	150,000	104,755,816	100,882,439	35,191	3,873,377	

Project information and overall performance (continued)

1.8 Summary of Overall Project Performance:

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

Public Debt Management Support Project is funded by African Development Bank (ADB) with a Government Counterpart. During FY 2021-2022 the Project had a budget under Government Counterpart of Kshs.74 million with Kshs.72,727,976 (98%) as actual expenditure. The budget under the project accounts for Kshs.30 million will Nil expenditure.

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

The Project trained and built capacity of PDMO staff with a focus on the areas of Loan analysis and negotiation, cash management, risk management, financial management of donor funded projects and supervisory skills training. It further facilitated the development of terms of reference for public debt management framework as well as the issuance of expressions of interest for development of public debt management frameworks.

iii) Comment on value-for-money achievements,

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

The Project trained and built capacity of PDMO staff with a focus on the following areas: Loan analysis and negotiation, cash management, risk management, financial management of donor funded projects and supervisory skills training. Further the terms of reference for public debt management framework have been developed and expressions of interest for development of public debt management frameworks issued.

v) List the implementation challenges and recommended way forward.

The Project delayed in procurement of consultants and office equipment.

1.9 Summary of Project Compliance:

i) The project has complied to all applicable laws and regulations.

All relevant statutory provisions pertaining to budgeting, disbursement, financial reporting and procurement as stipulated in the relevant Acts were followed in the acquisition of goods and services.

- ii) There have never been any consequences which the project has suffered since all the rules and regulations have been complied.
- iii) The mitigation measures taken are sensitization of the staff on the applicable laws and indicating the consequences they can face in not abiding to the regulations.

2. Statement of Performance against Project's Predetermined Objectives

Introduction

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

The key development objective of the project is to strengthen public debt management capacity of the Public Debt Management Office (PDMO) for transparent, accountable, and effective management of public debt and borrowing.

The ultimate objective is to support the GoK to better manage the level and composition of national public debt, national guarantees and other financial obligations of national government within the fiscal consolidation framework and develop a framework for sustainable debt control.

The project aims at enhancing the capacity of the National Treasury (NT) to better balance the government's financing needs and its payment obligations over the medium to long run, consistent with a prudent degree of risk. Reducing vulnerabilities to risks of public debt and maintaining debt within sustainable levels is critical for Government's efforts to attain fiscal consolidation policy in order to safeguard macroeconomic stability and reduce the pace of growth of the public debt.

Progress on attainment of strategic development objectives

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

Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Public Debt Management Support Project	To strengthen public debt management capacity of the Public Debt Management Office (PDMO)	<ul style="list-style-type: none"> Trained and built capacity of PDMO staff with a focus on the following areas: Loan analysis and negotiation, cash management, risk management, financial management of donor funded projects and supervisory skills training. Developed terms of reference for public debt management framework Issued expressions of interest for development of public debt management frameworks 	<ul style="list-style-type: none"> Number of staff trained Terms of Reference Expression of interest 	<ul style="list-style-type: none"> One hundred (100) staff trained Terms of Reference for Public Debt Management Framework developed Expression of interest for development of public debt management frameworks issued

3. Environmental and Sustainability reporting

Public Debt Management Support Project did not take part in Corporate Social Responsibility during the year.

4. Statement of Project Management Responsibilities

The Principal Secretary for the National Treasury and the **Project Manager** for **Public Debt Management Support Project** are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year (period) ended on June 30, 2022.

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

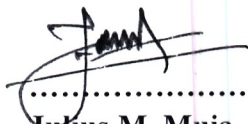
The Principal Secretary for the National Treasury and the **Project Manager** for **Public Debt Management Support Project** accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Principal Secretary for the National Treasury and the **Project Manager** for **Public Debt Management Support Project** are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2022, and of the Project's financial position as at that date. **The Principal Secretary** for the National Treasury and the **Project Manager** for **Public Debt Management Support Project** further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project Financial Statements as well as the adequacy of the systems of internal financial control.

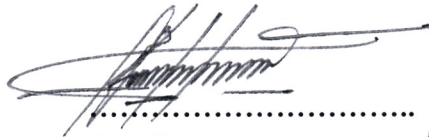
The Principal Secretary for the National Treasury and the **Project Manager** for **Public Debt Management Support Project** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project Financial Statements

The Project Financial Statements were approved by the **Principal Secretary** for the National Treasury and the **Project Manager** for **National Treasury Capacity Strengthening Project** on _____ 2022 and signed by them.



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



.....
Dr. Kenrick Ayot
Project Manager



.....
Linnet M. Vitisia
Head: Disbursement Unit
ICPAK Member No.5831

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
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HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON PUBLIC DEBT MANAGEMENT SUPPORT PROJECT - ADB GRANT AGREEMENT NO.5500155013708 FOR THE YEAR ENDED 30 JUNE, 2022 - THE NATIONAL TREASURY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Public Debt Management Support Project set out on pages 1 to 17, which comprise of the statement of financial assets as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows, statement of comparison of budget and actual amounts for the year then

ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Public Debt Management Support Project as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Grant Agreement No.5500155013708 dated 23 September, 2020 between the African Development Bank (ADB) and African Development Fund and the Republic of Kenya and the Public Finance Management Act, 2012.

In addition, the special account statement presents fairly, transactions for the year, and the closing balance has been reconciled with the books of account.

Basis for Opinion

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

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects budgeted total receipts of Kshs.104,000,000 against the actual receipts of Kshs.72,727,976 resulting to an under-collection of Kshs.31,272,024 or 30% of the budget. Similarly, the statement reflects budgeted expenditure of Kshs.104,000,000 against the actual expenditure of Kshs.72,727,976 resulting to an under-expenditure of Kshs.31,272,024 or 30% of the budget.

In the circumstances, the under-collection and the under-expenditure imply that some of the budgeted programs and activities may not have been executed during the year.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by African Development Bank (ADB) and African Development Fund, 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. In my opinion, adequate accounting records have been kept by the Project, so far as appears from the examination of those records; and,
- iii. The Project's financial statements are in agreement with the accounting records and returns.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue to sustain its services, disclosing, as applicable, matters

related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Project or to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015. In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Project to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL


Nairobi

25 November, 2022


6. Statement of Receipts and Payments for the Year Ended 30th June 2022.

Note	2021-2022		2020-2021		Cumulative to-date (From inception)	
	Receipts and payments controlled by the entity	Payments made by third parties	Total	Receipts and payment controlled by the entity		Payments made by third parties
Receipts						
Transfer from Government entities	11.1	72,727,976	72,727,976	15,585,140	15,585,140	88,313,116
Proceeds from foreign grants	11.2	-	-	16,442,700	16,442,700	16,442,700
Total Receipts		72,727,976	72,727,976	32,027,840	32,027,840	104,755,816
Payments						
Purchase of goods and services	11.3	72,727,976	72,727,976	28,154,463	28,154,463	100,882,439
Total Payments		72,727,976	72,727,976	28,154,463	28,154,463	100,882,439
Surplus/ (Deficit)		-	-	3,873,377	3,873,377	3,873,377

The accounting policies and explanatory notes to these Financial Statements are an integral part of the Financial Statements.


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

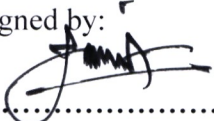

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Dr. Kenrick Ayot
Project Manager


.....
Linnet M. Vitisia
Head: Disbursement Unit
ICPAK Member No.5831


7. Statement of Financial Assets as at 30th June 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and Cash equivalents			
Bank Balances	11.4.A	3,873,377	3,873,377
Cash Balances		-	-
Total Cash and Cash equivalents		3,873,377	3,873,377
Imprests and Advances	11.5	-	-
Total Financial Assets		3,873,377	3,873,377
Financial Liabilities			
Deposits and Retention monies			-
Net Assets		3,873,377	3,873,377
Represented By			
Fund Balance B/fwd.	11.6	3,873,377	-
Prior Year adjustments			
Surplus/(Deficit) for the Year			3,873,377
Net Financial Position		3,873,377	3,873,377

The accounting policies and explanatory notes to these financial statements form an integral part of the Financial Statements. The Financial Statements were approved on 30/11/2022 2022 and signed by:


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

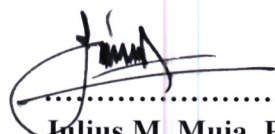

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Dr. Kenrick Ayot
Project Manager


.....
Linnet M. Vitisia
Head: Disbursement Unit
ICPAK Member No.5831

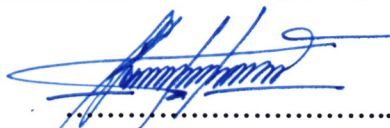
8. Statement of Cashflow for the Year Ended 30th June 2022

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Cashflow from Operating Activities			
Receipts			
Transfer from government entities	11.1	72,727,976	15,585,140
Proceeds from foreign grants	11.2	-	16,442,700
Total Receipts		72,727,976	32,027,840
Payments			
Purchase of goods and services	11.3	72,727,976	28,154,463
Total Payments		72,727,976	28,154,463
Adjustments During the Year			
Prior year adjustments			
Decrease/(increase) in accounts receivable		-	
Net Cash Flow from Operating Activities		-	3,873,377
Cash and cash equivalent at beginning of the year	11.4	3,873,377	-
Cash and cash equivalent at end of the year	11.4	3,873,377	3,873,377

The accounting policies and explanatory notes to these financial statements form an integral part of the Financial Statements. The Public Debt Management Support Project Financial Statements were approved on 30/11/2022 2022 and signed by:



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



.....
Dr. Kenrick Ayot
Project Manager



.....
Linnet M. Vitisia
Head: Disbursement Unit
ICPAK Member No.5831

9. Statement of Comparison of Budget and Actual Amounts for the Year Ended 30th June 2022

Receipts/Payments Item	Original Budget Kshs a	Adjustments Kshs b	Final Budget Kshs c=a+b	Actual on Comparable Basis Kshs d	Budget Utilization Difference Kshs e=c-d	% of Utilization f=d/c %
Receipts						
Transfer from Government entities	14,000,000	60,000,000	74,000,000	72,727,976	1,272,024	98%
Proceeds from Foreign Grants	17,100,000	12,900,000	30,000,000	-	30,000,000	0%
Total Receipts	31,100,000	72,900,000	104,000,000	72,727,976	31,272,024	70%
Payments						
Purchase of goods and services	31,100,000	72,900,000	104,000,000	72,727,976	31,272,024	70%
Total Payments	31,100,000	72,900,000	104,000,000	72,727,976	31,272,024	70%
Surplus or Deficit						

Note: The significant budget utilisation/performance differences in the last column are explained in Annex 1 to these Financial Statements.


.....
Julius M. Muia, PhD, CBS

Principal Secretary
The National Treasury


.....
Dr. Kenrick Ayot

Project Manager


.....

Linnet M. Vitisia
Head: Disbursement Unit
ICPAK Member No.5831

10. Significant Accounting Policies

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

10.1 Statement of compliance and basis of preparation

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

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

10.2 Reporting entity

The Financial Statements are for National Treasury Capacity Strengthening Project under the National Treasury. The Financial Statements are for the reporting entity National Treasury Capacity Strengthening Project as required by Section 81 of the PFM Act, 2012.

10.3 Reporting currency

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

10.4 Recognition of receipts

The National Treasury Capacity Strengthening recognises all receipts from the various sources when the event occurs, and the related cash has actually been received.

i) Transfers from the Exchequer

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

ii) External Assistance

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

Significant Accounting Policies (Continued)

iii) Other receipts

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

iv) Donations and grants

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

v) Proceeds from borrowing

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

vi) Undrawn external assistance

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

10.5 Recognition of payments

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

i) Compensation to employees

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

Significant Accounting Policies (Continued)

ii) Use of goods and services

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

iii) Interest on borrowing

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

iv) Repayment of borrowing (principal amount)

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

v) Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

10.6 In-kind donations

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

Significant Accounting Policies (Continued)

10.7 Cash and cash equivalents

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

For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

10.8 Restriction on cash

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

10.9 Imprests and Advances

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

10.10 Contingent Liabilities

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:

Significant Accounting Policies (Continued)

- i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
- ii) The amount of the obligation cannot be measured with sufficient reliability.

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

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

10.11 Contingent Assets

The National Treasury 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 National Treasury 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.

10.12 Pending bills

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

Significant Accounting Policies (Continued)

10.13 Budget

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

10.14 Third party payments

Included in the receipts and payments, are payments made on its behalf by to third parties in form of loans and grants. These payments do not constitute cash receipts and payments and are disclosed in the payment to third parties' column in the statement of receipts and payments. During the year, Kshs Nil being loan disbursements were received in form of direct payments from third parties.

10.15 Exchange rate differences

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

Significant Accounting Policies (Continued)

10.16 Comparative figures

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

10.17 Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2022.

10.18 Prior period adjustments

Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). There were no prior adjustments recorded.

11. Notes To the Financial Statements

11.1 Transfers from Government Entities

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

Description	KShs	KShs	Cumulative to-date (from inception)
	2021-2022	2020-2021	
Counterpart funding through the National Treasury			
Counterpart funds Quarter 1	-	-	-
Counterpart funds Quarter 2	-	-	-
Counterpart funds Quarter 3	4,284,000	-	4,284,000
Counterpart funds Quarter 4	68,443,976	15,585,140	84,029,116
Total	72,727,976	15,585,140	88,313,116
Other transfers from government entities	-	-	-
TOTAL	<u>72,727,976</u>	<u>15,585,140</u>	<u>88,313,116</u>

Notes to the Financial Statements (Continued)

11.2 Proceeds from Foreign Grants

During the financial period to 30 June 2022, we received grants from donors as detailed in the table below:

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount in Kshs	
						2021-2022	2020-2021
Grants Received from Multilateral Donors (International Organizations)							
African Development Bank	-	-	-	-	-	-	16,442,700
Total	-	-	-	-	-	-	16,442,700

11.3 Purchase of Goods and Services

	2021/2022		2020/2021		Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Domestic travel and subsistence	47,686,976	-	47,686,976	24,574,140	72,261,116
Training payments	25,041,000	-	25,041,000	3,580,323	28,621,323
Total	72,727,976		72,727,976	28,154,463	100,882,439

Notes to the Financial Statements (Continued)

11.4 Cash And Cash equivalents

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts (Note 8.13A)	3,873,377	3,873,377
Cash in hand (Note 8. 13B)	-	-
Cash equivalents (short-term deposits) (Note 8.13C)	-	-
Total	<u>3,873,377</u>	<u>3,873,377</u>

Public Debt Management Support Project has one (1) project bank and one (1) foreign currency designated bank account managed by the National Treasury as listed below:

11.4 A Bank Accounts

Project Bank Accounts

Details	2021-2022	2020-2021
	Kshs	Kshs
<u>Foreign Currency Accounts</u>		
Central Bank of Kenya [A/c No.1000470167]		
Total Foreign Currency balances Balance as at 30.06.22 (USD.107,650)	-	=
<u>Local Currency Accounts</u>		
Central Bank of Kenya [A/c No.1000473851]	3,873,377	3,873,377
Total local currency balances	<u>3,873,377</u>	<u>3,873,377</u>
Total bank account balances	<u>3,873,377</u>	<u>3,873,377</u>

Notes to the Financial Statements (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account as at 30th June 2022 is not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

Special Deposit Accounts Movement Schedule

Description	2021-2022	2020-2021
	Kshs	Kshs
(i) A/c Name [A/c No 1000470167]		
Opening balance	11,919,412	-
Total amount deposited in the account	-	28,362,112
Total amount withdrawn (as per Statement of Receipts & Payments)	-	16,442,700
Closing balance (as per SDA bank account reconciliation attached)	<u>11,919,412</u>	<u>11,919,412</u>
(ii) A/c Name [A/c No 1000470167]		
Opening balance (as per the SDA reconciliation)	-	-
Total amount deposited in the account	-	-
Total amount withdrawn (as per Statement of Receipts & Payments)	-	-
Closing balance (as per SDA bank account reconciliation attached – Annex)	<u>11,919,412</u>	<u>11,919,412</u>

Notes to the Financial Statements (Continued)

11.5 Imprests and Advances

<i>Description</i>	2021-2022	2020-2021
	Kshs	Kshs
Government Imprests	-	-
Salary advances	-	-
Total	-	-

11.5 A: Breakdown of Imprests and Advances

Name of Officer or Institution	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance 2022	Balance 2021
	Kshs	Kshs	Kshs	Kshs	Kshs
Total Imprest as per Annex 2	45,128,018	Various	45,128,018	-	-
Total	<u>45,128,018</u>	<u>Various</u>	<u>45,128,018</u>	=	=


11.6 Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts	3,873,377	3,873,377
Total	<u>3,873,377</u>	<u>3,873,377</u>


THE NATIONAL TREASURY
Public Debt Management Support Project
Annual Report and Financial Statements for the financial year ended June 30, 2022

12. 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)
N/A	N/A	N/A	N/A	N/A



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



Dr. Kenrick Ayot
Project Manager



Linnet M. Vitisia
Head: Disbursement Unit
ICPAK Member No.5831

13. Annexes

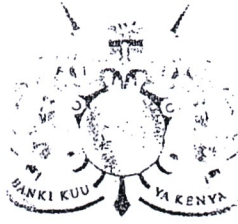
Annex 1 - Variance explanations - Comparative Budget and Actual amounts for FY 2021-2022

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
Receipts					
Transfer from Government entities	74,000,000	72,727,976	1,272,024	98%	
Proceeds from domestic and foreign grants	30,000,000	-	30,000,000	0%	Delay in procurement process as the allocation was to cater for purchase of equipment
Total Receipts	104,000,000	72,727,976	31,272,024	70%	
Payments					
Purchase of goods and services	104,000,000	72,727,976	31,272,024	70%	Delay in procurement process as the allocation was to cater for purchase of equipment
Transfers to other government entities					
Total payments	104,000,000	72,727,976	31,272,024	70%	

Annex 2: Other Support Documents

- i. Certificate of Central Bank of Kenya Balances as at 30th June 2022
- ii. Imprest Register as at 30th June 2022
- iii. Bank Reconciliations statement as at 30th June 2022
- iv. Special Deposit Account(s) reconciliation statement(s)
- v. GOK IFMIS comparison Trial Balance

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

Haile Selassie Avenue
P.O. Box 60000 - 00200 Nairobi, Kenya
Telephone: 2860000, Fax: 340192

23rd August, 2022

CERTIFICATE OF BALANCES

Customer : 120373
Balance
Date: 30-Jun-22

Account No	Account Name	Currency	Balance
1000237872	FINANCIAL SEC.SUPP.PRJ-IDA 56270-KE	KES	103,406,612.35
1000205024	PETROLEUM DEVELOPMENT LEVY FUND	KES	3,264,319,323.60
1000409018	INFRAST FINANCE AND PPP-CAT. 2EEP	KES	823,009,955.35
1000528885	AFFORDABLE HOUSING FINANCE PROJ	KES	13,896,393.65
1000476858	CREDIT GUARANTEE SCHEME ACCOUNT	KES	3,000,000,000.00
1000447575	KEN. FINANCING LOCALLY LED CLIMATE	KES	65,168,215.75
1000473851	PUBLIC DEBT MANAGEMENT SUPPORT PROJ	KES	3,857,554.20

Lawrence Rweria
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

Joyce Nasieku (Ms)
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

13.10.21	Patrick Macharia		156,000.00		30.06.22	Patrick Macharia	42019	470,152.00		
21.04.22	Patrick Macharia	4556076	470,152.00	626,152.00	30.06.22	Patrick Macharia	42019	470,152.00	470,152.00	156,000.00
			626,152.00							
13.10.21	Geoffrey Sigei	4438123	128,000.00		30.06.22	Geoffrey Sigei	7095	128,000.00		
21.04.22	Geoffrey Sigei	4556047	400,852.00		30.06.22	Geoffrey Sigei	40197	400,852.00		0.00
			528,852.00	528,852.00				528,852.00	528,852.00	
13.10.21	Timothy Odipo		128,000.00		30.06.22	Timothy Odipo				
21.04.22	Timothy Odipo	4556048	400,852.00		30.06.22	Timothy Odipo	39119	400,852.00	400,852.00	128,000.00
			528,852.00	528,852.00				400,852.00		
13.10.21	Kenrick Ayot	4438125	156,000.00		30.06.22	Kenrick Ayot	4491	156,000.00		
21.04.22	Kenrick Ayot	4556178	470,152.00		30.06.22	Kenrick Ayot	41693	470,152.00		0.00
			626,152.00	626,152.00				626,152.00	626,152.00	
13.10.21	Christine Dambya	4438126	128,000.00		30.06.22	Christine Dambya				
21.04.22	Christine Dambya	4556078	400,852.00		30.06.22	Christine Dambya	39392	400,852.00		128,000.00
			528,852.00	528,852.00				400,852.00	400,852.00	
13.10.21	Livingstone Bumba	4438127	156,000.00		30.06.22	Livingstone Bumba				
			156,000.00	156,000.00	30.06.22			-	-	156,000.00
13.10.21	Racheal Mburu	4438128	128,000.00		30.06.22	Racheal Mburu	7092	128,000.00		
05.05.22	Racheal Mburu	4556431	400,852.00		30.06.22	Racheal Mburu	42015	400,852.00		0.00
			528,852.00	528,852.00				528,852.00	528,852.00	
13.10.21	Stella Bii	4438130	128,000.00		30.06.22	Stella Bii	4481	128,000.00		
			128,000.00	128,000.00				128,000.00	128,000.00	0.00
13.10.21	Dominic Ondhe		79,000.00		30.06.22	Dominic Ondhe				
27.04.22	Dominic Ondhe	4556269	360,658.00		30.06.22	Dominic Ondhe	44471	360,658.00		
			439,658.00	439,658.00				360,658.00	360,658.00	79,000.00
13.10.21	Wilson Emuria	4438131	128,000.00		30.06.22	Wilson Emuria	4490	128,000.00		
27.04.22	Wilson Emuria	4556263	400,852.00		30.06.22	Wilson Emuria	44461	400,852.00		0.00
			528,852.00	528,852.00				528,852.00	528,852.00	
13.10.21	Ignatius Ogolla	4438133	128,000.00		30.06.22	Ignatius Ogolla	7094	128,000.00		
			128,000.00	128,000.00				128,000.00	128,000.00	0.00
13.10.21	Vincent Oduor	4438134	128,000.00		30.06.22	Vincent Oduor				
			128,000.00	128,000.00				-	-	128,000.00
21.04.22	Alex Mdzomba	4556273	360,658.00		30.06.22	Alex Mdzomba	44474	360,658.00		0.00
			360,658.00	360,658.00				360,658.00	360,658.00	
05.05.22	Andrew Kenyuri	4556432	400,852.00		30.06.22	Andrew Kenyuri	44467	400,852.00		

05.05.22	Esther Maina	4556436	400,852.00	400,852.00	30.06.22	Esther Maina	42017	400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		
21.04.22	Eunice Wanjohi	4556090	400,852.00	400,852.00	30.06.22	Eunice Wanjohi	41990	400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		
05.05.22	Everlyn Olum	4556428	400,852.00	400,852.00	30.06.22	Everlyn Olum	44490	400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		
	Faith Kiptis	4556421	400,852.00	400,852.00	30.06.22	Faith Kiptis	42062	400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		
27.04.22	Gerald Nyaga	4556271	360,658.00	360,658.00	30.06.22	Gerald Nyaga	48026	360,658.00	360,658.00	0.00
			360,658.00	360,658.00				360,658.00		
05.05.22	Grace Atlia	4556422	470,152.00	470,152.00	30.06.22	Grace Atlia	42005	470,152.00	470,152.00	0.00
			470,152.00	470,152.00				470,152.00		
05.05.22	Guyo Galgalo	4556417	360,658.00	360,658.00	30.06.22	Guyo Galgalo	42004	360,658.00	360,658.00	0.00
			360,658.00	360,658.00				360,658.00		
27.04.22	Hannah Wande	4556275	360,658.00	360,658.00	30.06.22	Hannah Wande	44481	360,658.00	360,658.00	0.00
			360,658.00	360,658.00				360,658.00		
27.04.22	Hellen Gechure	4556276	360,658.00	360,658.00	30.06.22	Hellen Gechure	41999	360,658.00	360,658.00	0.00
			360,658.00	360,658.00				360,658.00		
27.04.22	Jackson Ouma	4556257	400,852.00	400,852.00	30.06.22	Jackson Ouma				400,852.00
			400,852.00	400,852.00						
05.05.22	James Mungai	4556405	400,852.00	400,852.00	30.06.22	James Mungai		400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		
27.04.20	Jane Masara	4556270	400,852.00	400,852.00	30.06.22	Jane Masara		400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		
21.04.22	Jane Ngige	4556097	360,658.00	360,658.00	30.06.22	Jane Ngige	41997	360,658.00	360,658.00	0.00
			360,658.00	360,658.00				360,658.00		
21.04.22	Jane Achieng	4556098	360,658.00	360,658.00	30.06.22	Jane Achieng	44462	360,658.00	360,658.00	0.00
			360,658.00	360,658.00				360,658.00		
21.04.22	Joshua Bondeni	4556077	400,852.00	400,852.00	30.06.22	Joshua Bondeni	42003	400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		
05.05.22	Judy Sang	4556408	400,852.00	400,852.00	30.06.22	Judy Sang	41995	400,852.00	400,852.00	0.00
			400,852.00	400,852.00				400,852.00		

27.05.22	Khadijah Swaleh	4556259	400,852.00	400,852.00	30.06.22	Khadijah Swaleh	42001	400,852.00	400,852.00	0.00
27.04.22	Kizito Kiguta	4556262	400,852.00	400,852.00	30.06.22	Kizito Kiguta	42013	400,852.00	400,852.00	0.00
21.04.22	Lilian Nganga	4556079	400,852.00	400,852.00	30.06.22	Lilian Nganga	42025	400,852.00	400,852.00	0.00
21.04.22	Luther Wafula	4556095	400,852.00	400,852.00	30.06.22	Luther Wafula	41994	400,852.00	400,852.00	0.00
27.04.22	Magdaline Musyon	4556267	400,852.00	400,852.00	30.06.22	Magdaline Musyo	44479	400,852.00	400,852.00	0.00
05.05.22	Mary Aran	4556424	400,852.00	400,852.00	30.06.22	Mary Aran	41998	400,852.00	400,852.00	0.00
05.05.22	Mary Ayuko	4556433	400,852.00	400,852.00	30.06.22	Mary Ayuko	42032	400,852.00	400,852.00	0.00
27.04.22	Mary Karimi	4556274	400,852.00	400,852.00	30.06.22	Mary Karimi	44468	400,852.00	400,852.00	0.00
27.05.22	Mary Nganga	4556260	400,852.00	400,852.00	30.06.22	Mary Nganga	44484	400,852.00	400,852.00	0.00
21.04.22	Melody Wambui	4556177	360,658.00	360,658.00	30.06.22	Melody Wambui	44483	360,658.00	360,658.00	0.00
05.05.22	Mercy Njoki	4556426	360,658.00	360,658.00	30.06.22	Mercy Njoki	42022	360,658.00	360,658.00	0.00
05.05.22	Miriam Kundu	4556413	470,152.00	470,152.00	30.06.22	Miriam Kundu	42012	470,152.00	470,152.00	0.00
05.05.22	Mohamed Abdirahm	4556412	400,852.00	400,852.00	30.06.22	Mohamed Abdirahm	44460	400,852.00	400,852.00	0.00
05.05.22	Nancy Karuki	4556429	400,852.00	400,852.00	30.06.22	Nancy Karuki	42014	400,852.00	400,852.00	0.00
5.05.22	Nancy Wandati	4556430	400,852.00	400,852.00	30.06.22	Nancy Wandati	44480	400,852.00	400,852.00	0.00
05.05.22	Ohmond Omenya	4556419	400,852.00	400,852.00	30.06.22	Ohmond Omenya	44488	400,852.00	400,852.00	0.00

10.05.22	Peter Kibe	4556438	360,658.00	360,658.00	360,658.00	360,658.00	42009	Peter Kibe	30.06.22	360,658.00	360,658.00	0.00
			360,658.00	360,658.00								
27.4.22	Peter Njoroge	4556258	594,892.00	594,892.00	594,892.00	594,892.00	42023	Peter Njoroge	30.06.22	594,892.00	594,892.00	0.00
			594,892.00	594,892.00								
27.04.22	Pinky Zala	4556255	400,852.00	400,852.00	400,852.00	400,852.00	41992	Pinky Zala	30.06.22	400,852.00	400,852.00	0.00
			400,852.00	400,852.00								
10.05.22	Remjius Okongo	4362400	470,152.00	470,152.00	470,152.00	470,152.00	42031	Remjius Okongo	30.06.22	470,152.00	470,152.00	0.00
			470,152.00	470,152.00								
21.04.22	Rose Otieno	4556096	400,852.00	400,852.00	400,852.00	400,852.00	42008	Rose Otieno	30.06.22	400,852.00	400,852.00	0.00
			400,852.00	400,852.00								
2.04.22	Rose Wamaitha	4556046	470,152.00	470,152.00	470,152.00	470,152.00	44482	Rose Wamaitha	30.06.22	470,152.00	470,152.00	0.00
			470,152.00	470,152.00								
05.05.22	Rosemary Outa	4556425	470,152.00	470,152.00	470,152.00	470,152.00	42028	Rosemary Outa	30.06.22	470,152.00	470,152.00	0.00
			470,152.00	470,152.00								
05.05.22	Samuel Oganda	4556435	360,658.00	360,658.00	360,658.00	360,658.00	42027	Samuel Oganda	30.06.22	360,658.00	360,658.00	0.00
			360,658.00	360,658.00								
21.04.22	Stella Bii	4556093	400,852.00	400,852.00	400,852.00	400,852.00	44466	Stella Bii	30.06.22	400,852.00	400,852.00	0.00
			400,852.00	400,852.00								
27.04.22	Stephen Langat	4556268	360,658.00	360,658.00	360,658.00	360,658.00	44485	Stephen Langat	30.06.22	360,658.00	360,658.00	0.00
			360,658.00	360,658.00								
21.04.22	Susan Owang	4556084	400,852.00	400,852.00	400,852.00	400,852.00	42026	Susan Owang	30.06.22	400,852.00	400,852.00	0.00
			400,852.00	400,852.00								
05.05.22	Teresa Simba	4556439	470,152.00	470,152.00	470,152.00	470,152.00	44459	Teresa Simba	30.06.22	470,152.00	470,152.00	0.00
			470,152.00	470,152.00								
21.04.22	Timothy Ndekere	4556045	410,852.00	410,852.00	410,852.00	410,852.00	44486	Timothy Ndekere	30.06.22	410,852.00	410,852.00	0.00
			410,852.00	410,852.00								
21.04.22	Tracy Njoki		400,852.00	400,852.00	400,852.00	400,852.00		Tracy Njoki	30.06.22			400,852.00
			400,852.00	400,852.00								
21.04.22	Veronica Kamau	4556089	400,852.00	400,852.00	400,852.00	400,852.00	44469	Veronica Kamau	30.06.22	400,852.00	400,852.00	0.00
			400,852.00	400,852.00								
05.05.22	Wachuka Gakuo	455852	400,852.00	400,852.00	400,852.00	400,852.00	42000	Wachuka Gakuo	30.06.22	400,852.00	400,852.00	0.00
			400,852.00	400,852.00								

**REPUBLIC OF KENYA
BANK RECONCILIATION STATEMENT
FOR THE PERIOD 1ST JULY 2021 TO 30TH JUNE 2022**

	KSHS	KSHS
Balance as per Bank Certificate		3,857,554.20
Less:		
1. Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)		
2. Receipts in Bank Statement not yet recorded in Cash Book		
3. Payments in Bank Statement not yet recorded in Cash Book		15,822.80
4. Receipts in Cash Book not yet recorded in Bank Statement		-
Balance as per Cash Book		3,873,377.00

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

Galal 30.06.22

SIGNATURE & DATE

Accountant 1
DESIGNATION

24

**PUBLIC DEBT MANAGEMENT SUPPORT PROJECT
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30TH JUNE 2022
PART B: ACCOUNT RECONCILIATION STATEMENT**

PROJECT No. 5500155013708

Bank Account No. 1000470167 Held with Central Bank of Kenya

	NOTES	AMOUNT	AMOUNT
		USD	USD
1	Amount advanced by ADB		257,690.00
	Less		
2	Total amount justified to ADB		
3	Outstanding amount advanced to Designated Account		257,690.00
	Represented by:		
4	Ending Designated Account Balance at 30.06.2022		107,650.00
5	Amount claimed but not credited at 30.06.2022		-
6	Amount withdrawn and not claimed as at 30.06.2022		150,040.00
7	Service charges (if not included in 5 & 6 above)		-
	Less		
8	Interest earning (if included in Designated Account)		-
9	Total advance to Designated Account year ended 30.06.2022		257,690.00

Discrepancy between total appearing on lines 3 and 9

Notes:

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

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

AUTHORIZED REPRESENTATIVE

RESOURCES MOBILIZATION DEPARTMENT - TREASURY DATE: 01.08.2022

SPECIAL ACCOUNT STATEMENT

For period ending **30th JUNE, 2022**
Account No. **1000470167**
Depository Bank **CENTRAL BANK OF KENYA.**
Address **CENTRAL BANK OF KENYA.**
Related Loan **PUBLIC DEBT MANAGEMENT SUPPORT**
Credit Agreement
Currency **USD**

Part A - Account Activity

Beginning balance of 1st July, 2021 as per C.B.K. Ledger Account	107,650.00
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, 2022	107,650.00

**AUTHORISED REPRESENTATIVE
CENTRAL BANK OF KENYA**

SIGNATURE: 

DATE: **14.07.2022**

**AUTHORISED REPRESENTATIVE
EXTERNAL RESOURCES
DEPARTMENT-TREASURY**

SIGNATURE: 

DATE: **01.08.2022**

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2022 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

Results 1 - 1 of 1

Run Dates
CENTRAL BANK OF KENYA
BANKI KUU YA KENYA
P.O.BOX 60000-0100
NAIROBI
 STATEMENT PERIOD: From 01/07/2021

Run Times

STATEMENT OF ACCOUNT

PAGE No: 1

ACCOUNT NUMBER :

ACCOUNT TITLE : PUBLIC DEBT MANAGEMENT SUPPORT
 30/06/2023

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE		
OPENING BAL :							
				107,650.00			
NO.	Value	Date	Reference.No	Details	Debit	Credit	Balance
1					0.00	0.00	107650
CLOSING BALANCE : 107650							

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM More Options
Clear Selection Find

Account equals 1000470167

Statement From equals 20210701

Statement To equals 20220630

TAM.E.STMT.OF.ACCT.EPRM

**THE NATIONAL TREASURY AND PLANNING
PUBLIC DEBT MANAGEMENT SUPPORT PROJECT
TRIAL BALANCE AS AT 30TH JUNE 2022**

DESCRIPTION	DR (KSHS)	CR (KSHS)
Proceeds from Counterpart funding		72,727,976.00
Training	47,686,976.00	
Tuition fee	25,041,000.00	
TOTAL	72,727,976.00	72,727,976.00